

FEDERAL BUREAU OF INVESTIGATION
FOI/PA
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FOI/PA# 1251696-0

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RAL:sr

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

X

UNITED STATES OF AMERICA, :
----- v ----- : INDICTMENT
FRANK J. CIRAOLO, also known as : 79 Cr.
"Frankie Basil,"
"Whitey,"
RICHARD DeLUCIA, also known as :
"Richard Russo,"
MICHAEL A. LEONE also known as :
"Mike Conte,"
Defendants. :
----- X

: COUNT ONE

The Grand Jury charges:

From on or about October 15, 1979 to on or about October 26, 1979 in the Southern District of New York and elsewhere, FRANK J. CIRAOLO, also known as "Frankie Basil" and "Whitey," RICHARD DeLUCIA, also known as "Richard Russo" and MICHAEL A. LEONE, also known as "Mike Conte," the defendants, each aided and abetted by the others, received, possessed, concealed, stored, bartered, sold and disposed of property and other things of value, knowing the same to have been taken and carried away with intent to steal and purloin, in violation of Title 18, United States Code, Section 2113(b), from the Depository Trust Company, New York, New York, which was then a member bank of the Federal Reserve System and a trust company and other banking institution organized and operating under the laws of the United States, to wit, bonds, securities, and other things valued in excess of \$5,000,000 which belonged to and were in the care, custody, control [REDACTED] and possession of the said

Depository Trust Company.

(Title 18, United States Code, Sections 2113(b), (c) and 2)

COUNT TWO

The Grand Jury further charges:

On or about October 25, 1979, in the Southern District of New York, FRANK J. CIRAOLO, also known as "Frankie Basil" and "Whitey," the defendant, having been convicted of a crime punishable by imprisonment for a term exceeding one year, unlawfully received a firearm which had been shipped and transported in interstate commerce, to wit, a .38 calibre revolver.

(Title 18, United States Code, Section 922(h)(1))

COUNT THREE

The Grand Jury further charges:

On or about October 25, 1979, in the Southern District of New York, FRANK J. CIRAOLO, also known as "Frankie Basil" and "Whitey," the defendant, carried a firearm unlawfully during the commission of a felony for which he was subject to prosecution in a court of the United States, to wit a loaded .38 calibre revolver while possessing and disposing of bank and trust company property valued in excess of \$5,000, knowing the same to have been taken, carried away and purloined in violation of Title 18, United States Code, Sections 2113(b) and (c).

(Title 18, United States Code, Section 924(c)(2)

.....

FOREMAN

Robert B. Fiske
ROBERT B. FISKE, JR.
United States Attorney

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 11/1/79

On October 30, 1979, [redacted] of Paine Webber, Jackson, & Curtis, 25 Broad Street, New York, New York, telephone number [redacted] advised Special Agent [redacted] [redacted] of the following in regard to the Virginia Electric & Power registered certificates recovered on October 30, 1979 pursuant to a search warrant issued in the Southern District of New York.

He advised that from the photocopies that the Federal Bureau of Investigation had available earlier, he was able to determine the following about these securities. These securities were delivered by a Paine Webber courier to a messenger service known as "The CurB", located at 55 Water Street, a subsidiary of Depository Trust Corporation on October 19, 1979, at 2:30 p.m. He advised to the best of his knowledge all the envelopes would be bundled together and sent to the Transfer Agent, which in this case was Bradford Securities. He advised that the messenger service located at 55 Water Street would have absolutely no reason for opening the envelopes and going through them. After the particular bundle of securities, which are housed in large orange envelopes are deposited at the messenger service, Bradford Securities Corporation would send a truck to 55 Water Street, pick them up and bring them to the Bradford Transfer area. [redacted] suggested that it is possible that the theft occurred either at "The CurB" or at the Bradford Processing Center.

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b7CInvestigation on 10/30/79at New York, New YorkFile # NY 29-15178

539

by

SA

MVW

Date dictated

10/30/79

FEDERAL BUREAU OF INVESTIGATION

11/1/79

Date of transcription

On October 31, 1979, [REDACTED] Merrill Lynch, 1 Liberty Plaza, New York, New York, telephone number 766-3089 advised Special Agent (SA) [REDACTED] of the following information. He said that the security is known as New York Telephone 40 year 8 5/8 debenture due in June 15, 2016, serial numbers RU4596, RU5771/2 were registered to the name of OTR which is the State Teachers Retirement System of Ohio an account of which is maintained at Merrill Lynch. Their address is 275 East Broad Street, Columbus, Ohio. The securities were at Morgan Guarantee, New York New York in a custodial account.

Merrill Lynch received the securities on October 17, 1979 from Morgan Guarantee. On October 19, 1979, the securities were sent to the Merrill Lynch account at Depository Trust Company (DTC). Verification of receipt was sent by DTC and the Merrill Lynch account credited.

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Investigation on 10/31/79 at New York, New York File # NY 29-15128-560

by

SA [REDACTED]

jml [REDACTED]

Date dictated

11/1/79

FEDERAL BUREAU OF INVESTIGATION

11/2/79

Date of transcription

At 10:35 p.m. on October 25, 1979 Special Agent [redacted] advised Special Agent [redacted] that two individuals were currently being detained as possible subjects. Special Agent [redacted] then telephonically contacted Assistant United States Attorney [redacted] Southern District of New York, and advised that these individuals have been seen in conversation with [redacted] and [redacted] in the vicinity of [redacted]. Assistant United States Attorney [redacted] then granted oral authority to arrest these individuals to Special Agent [redacted] who in turn advised Special Agent [redacted] of the same. The individuals were later identified as [redacted] also known as [redacted] and the other individual was identified as [redacted]

This oral authority for arrest of [redacted] and [redacted] was then conveyed to Special Agents [redacted] by Special Agent [redacted]

At the same time oral authority was granted by Assistant United States Attorney [redacted] he also granted authority to Special Agent [redacted] and in turn to Special Agent [redacted] to impound the vehicles used by [redacted] and [redacted]. This authority was additionally related by Special Agent [redacted] to Special Agents [redacted]

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Investigation on 10/25/79 at New York, New York File # NY 29-15128-561
 by SAS [redacted] AND [Signature] DHJ/jx1 Date dictated 11/1/79

FEDERAL BUREAU OF INVESTIGATION

11/2/79

Date of transcription

On October 23, 1979, a physical surveillance was conducted in the vicinity of Rusty's Restaurant, East 73rd Street and Third Avenue, New York, New York, with the following observations being made.

<u>Time</u>	<u>Observations</u>	b6 b7C
1:55 pm	Physical surveillance initiated.	
2:10 pm	[redacted] and [redacted] observed at the Southwest corner of East 73rd Street and Third Avenue conversing.	
2:12 pm	[redacted] enters [redacted] Buick bearing New York license [redacted] which was parked on the East side of 3rd Avenue in the second meter north of East 73rd Street.	
2:22 pm	[redacted] exits front of car carrying what appears to be a cloth bank type of bag approximately eight inches by ten inches and proceeds to the rear of the car where he unlocks the trunk and places the bag in the rear of the trunk and secures same.	
2:23 pm	[redacted] observed standing adjacent to the side of the [redacted] Buick with New York license [redacted] [redacted] and appears to be observing in the direction of Rusty's Restaurant.	

Investigation on

10/23/79

New York, New York

NY 29-15128-562

by

[Signature]

SA

[redacted]

mlg

File #

10/29/79

Date dictated

NY 29-15128

Time

2:30 pm

Observations

[redacted] also appears to be writing upon something located on the roof of the car.

[redacted] and [redacted] proceed west across 3rd Avenue and North on 3rd Avenue where they enter Rusty's Restaurant. [redacted] was observed wearing blue colored dungaree slacks with a white colored jacket, dark shirt, black shoes and sunglasses.

[redacted] was wearing a light brown colored jacket, light brown colored pants, a light brown v-neck shirt and brown colored shoes.

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FEDERAL BUREAU OF INVESTIGATION

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11/2/79

Date of transcription:

On October 25, 1979, a physical surveillance was conducted in the vicinity of the Westbury Hotel, East 69th Street and Madison Avenue, New York, New York, with the following observations made.

Time	Observations
7:20 pm	Physical surveillance initiated
8:01 pm	[redacted] enters the Westbury Hotel-69th Street entrance
8:15 pm	[redacted] exits the Westbury Hotel-69th Street entrance, crosses south on 69th Street and proceeds south on Madison Avenue on the West side of the street.
8:18 pm	[redacted] accompanied by [redacted] appear at the southwest corner of Madison Avenue and East 69th Street, cross East 69th Street and enter the Westbury Hotel. While crossing East 69th Street, [redacted] and [redacted] passed FBI vehicle containing SA [redacted] and [redacted] is overheard to say to [redacted] "Don't worry about it he's so fuckin happy with it".
8:29 pm	[redacted] exits the Westbury Hotel-69th street entrance, crosses south on 69th Street and proceeds south on Madison Avenue on the west side of the street.

Investigation on 10/25/79 at New York, New York File # NY 29-15128-563


 SA [redacted]

mlg

Date dictated

10/31/79

NY 28-15128

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Time

8:42 pm

8:55 pm

9:56 pm

10:22 pm

Observations

[redacted] enters the Westbury Hotel-69th street entrance.
[redacted] exits the Westbury Hotel-69th street entrance and proceeds east on 69th Street to Madison Avenue where he flags cab number 9N58 and enters same which proceeds north on Madison Avenue.

[redacted] enters the Westbury Hotel-69th Street entrance.
[redacted] enters the Westbury Hotel-69th Street entrance.

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 11/2/79

On October 30, 1979, pursuant to a search warrant issued by the United States District Court (USDC) for the Southern District of New York (SDNY) a search was conducted of a 1971 Pontiac bearing New York license [REDACTED] vehicle identification number [REDACTED]. The search of this vehicle was conducted in the Federal Bureau of Investigation (FBI) parking garage located at 26 Federal Plaza, New York city, where this vehicle was being stored. The odometer reading on this vehicle at the time of the search was observed to be 56,797 miles.

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Color photographs of this vehicle were taken by FBI photographer [REDACTED] and fingerprint lifts were taken by Special Agent (SA) [REDACTED]

The following items were taken from this vehicle:

1. 1979 New York State Department of Motor Vehicles (NYSDMV) sticker number [REDACTED] with expiration month of May. This sticker was laying on the dash of the driver's side window.
2. 1979 New York State Inspection sticker number [REDACTED] with expiration month of July, 1979. This sticker was laying on the driver's side dash window of the vehicle.
3. NYSDMV registration for a 1971 Pontiac, VIN [REDACTED] dated June 28, 1978 registered to [REDACTED] New York license [REDACTED]. This registration was taken from the glove compartment of this vehicle.
4. State of New York Department of Taxation and Finance Sales Tax Bureau, affidavit-sales price of motor vehicle in the name of [REDACTED] for a 1978 Pontiac Bonneville, VIN [REDACTED] signed by [REDACTED] listing [REDACTED]

Investigation No. 10/30/79

New York, New York /mz File # NY 29-15128 -564

by JWSAS

/TAP/mlg

and
et al

Date dictated

10/31/79

NY 29-15128

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Social Security Account Number (SSAN) of [redacted]
[redacted] This item was taken from the glove compartment of this vehicle.

5. Brochure of Nimco, Bus Sales and Bus Parts, 252 Doremus Avenue, Newark, New Jersey, with attached business card of Sales Representative [redacted]. This brochure was taken from the above driver's side sunvisor.
6. Bio-Graph Bio Rhythm which is torn. This item was taken from the glove compartment of the vehicle.
7. Parking lot parking ticket number 784, dated October 18, at 1:07. This sticker was taken from under the driver's side wiper blade of the vehicle.
8. Midwood Hardware, 4815 Avenue N, DE 8-6400, cash register receipt in the amount of \$2.46. This item was taken from under the backseat of the vehicle.
9. Torn piece of paper with the letterhead listing the address 444 East 10th Street, New York, New York, 10009 containing writing as follows:
[redacted] alarm.
10. White letter size envelope containing one New York Telephone Company registered bond described as a 40 year 8 and 5/8 % debenture due June 15, 2016 with a registered amount of \$1 million and a registered number of [redacted]
11. A brown plastic bag with the name DE LISI, St. Regis Hotel, 14 East 55th Street, New York City, containing a white plastic bag which bag contained the following 42 bonds:

NY 29-15128

<u>Company Name</u>	<u>Reg. #</u>	<u>Reg. Amount</u>	<u>Description of Bond</u>
McDonalds Corp	RB122	\$25,000.00	10½% sinking fund due 10/1/89
(Transfer slip of Depository Trust Co. attached to this bond)			
McDonalds Corp.	RB121	\$25,000.00	10½% sinking fund due 10/1/89
"	RB123	\$100,000	"
"	RB125	"	"
"	RB129	500,000	"
"	RB128	"	"
"	RB127	"	"
"	RB126	"	"
"	RB124	10,000	"
"	RB557	50,000	"
(Transfer slip of Depository Trust Co. attached to this bond)			
McDonalds Corp.	RB558	50,000	10½% sinking fund due 10/1/89
"	RB 271	100,000	"
"	RB 267	100,000	"
"	RB 269	"	"
"	RB266	"	"
"	RB265	"	"
"	RB264	"	"
"	RB263	"	"
"	RB262	"	"
"	RB261	"	"
"	RB260	"	"
"	RB259	"	"
"	RB268	"	"
"	RB270	"	"
"	RB272	"	"
"	RB277	"	"
"	RB278	"	"
"	RB276	"	"
"	RB275	"	"
"	RB274	"	"
"	RB273	"	"
Virginia Electric and Power Co.	EE 21265 (Transfer form attached)	5,000	1st and refunding mortgage bond, series EE, 11% due 7/1/94
"	EE 18702	1,000	"
"	EE 18777	2,400	"

NY 29-15128

<u>Company Name</u>	<u>Reg. #</u>	<u>Reg. Amount</u>	<u>Description of Bond</u>
NY Telephone Co.	RO 7126	100,000	Forty year 8 5/8% debenture, due 6/15/2016
(Transfer slip attached)			
"	RU 7125	100,000	"
"	RY 12074	25,000	"
"	RY 12075	"	"
"	RY 12076	"	"
"	RY 12077	"	"
"	RY 12078	"	"
"	RY 12079	"	"

Inventory of items taken from O 1171 Plant, as
Net license number on 10/20/79

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Registered bonds as follows:

Page 1

Company Name	Rec #	Rec. Amount	Description of Bond
1) McCord Corp.	RB122	\$25,000.00	10 1/4% S.A. (S) due 10/1/9
(Transfer slip of Dreyfury Trust Co aff. bnd to th. bond)			
2) McDonald's Corp.	RB121	\$25,000.00	10 1/4% S.A. (S) due 10/1/9
3) " RB123	10,000.00	"	
4) " RB125	"	"	
5) " RB129	5,000.00	"	
6) " RB128	"	"	
7) " RB127	"	"	
8) " RB126	"	"	
9) " RB124	10,000.00	"	
10) " RB557	50,000.00	"	
(Transfer slip of Dreyfury Trust Co aff. bnd to th. bond)			
11) McDonald's Corp.	RB258	50,000.00	10 1/4% S.A. (S) due 10/1/9
12) " RB271	10,000.00	"	
13) " RB267	10,000.00	"	
14) " RB261	"	"	
15) " RB266	"	"	
16) " RB265	"	"	
17) " RB264	"	"	
18) " RB263	"	"	
19) " RB262	"	"	
20) " RB261	"	"	
21) " RB260	"	"	
22) " RB259	"	"	
23) " RB265	"	"	
24) " RB270	"	"	
25) " RB272	"	"	

Inventory of On, Port o NY 10-22
400000)

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Fig. 1,) Lunds : follows

Page 2

	<u>Comp., Name</u>	<u>Ref.</u>	<u>For Amount</u>	<u>Description</u>
26)	M-D. Ind Corp.	FC277	100,000.00	124 ³ C. V. S. Co. 11/14
27)	"	FC278	"	"
28)	"	FC279	"	"
29)	"	FC280	"	"
30)	"	FC284	"	"
31)	"	FC283	"	"
32)	Urg. Elect. Co and EE21265 Power Co (Trans. from H. L. H.)	EE21265	500,000	1st A/c (F. M. 1/14)
33)	"	EE19902	1000.00	"
34)	"	EE12777	240,000.00	"
35)	NY Telephone Co. (Long Is. & N.Y.L.I.)	RY7126	100,000.00	1st, 1st, 7.7, 2nd, 1st, 2nd, 1st, 1st, 1st
36)	"	RY7125	117,000.00	"
37)	"	RY12074	25,000.00	"
38)	"	RY12075	"	"
39)	"	RY12076	"	"
40)	"	RY12077	"	"
41)	"	RY12078	"	"
42)	"	RY12079	"	"
43)	"	RY12222	700,000.00	"

29-15128-564

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FBI - NEW YORK	

[Handwritten signature/initials over the stamp]

FEDERAL BUREAU OF INVESTIGATION

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11/2/79

Date of transcription

On October 23, 1979, in connection with a physical surveillance conducted in the vicinity of Rusty's Restaurant, East 73rd Street and 3rd Avenue, New York, New York, photographs were taken.

Investigation on 10/23/79 at New York, New York File # NY 29-15128 S.GS
by SA [redacted] /mlg Date dictated 10/29/79
[Signature]

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FEDERAL BUREAU OF INVESTIGATION

11/2/79

Date of transcription

On October 26, 1979, [redacted] was telephonically contacted at [redacted] by Special Agent [redacted]. He advised that he drove cab number [redacted] from 6 p.m., October 25, 1979 until 6 a.m. on the morning of October 26, 1979. At this time [redacted] advised he could not remember picking up a fare in the vicinity of Madison Avenue and 69th Street, New York City, New York. He stated that he would try and remember. He advised he had not kept a fare sheet for all of his rides on that evening. [redacted] further advised that a few fares had been recorded and that he would review them to check and attempt to refresh his recollection.

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Investigation on

10/26/79

at

New York, New York

File #

NY 29-15128-566

by

SA

jx1

Date dictated

11/2/79

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Memorandum

TO : SAC, DIVISION II (29-15128)

DATE: 10/31/79

FROM : SA [redacted] (M-1)

SUBJECT: [redacted]

BF&E (A)
(OO:NY)

Contact with [redacted] Security for Paine-Webber at 25 Broad Street, NY, NY, revealed the following in regard to a photostatic copy shown to a NY source for supposed sale. The security involved is Virginia Electric and Power Company, 1st and Refunding Mortgage Bond, series EE, percent is 11, due date 7/1/94, serial# EE21265. The security was registered in the name of Paine-Webber, Jackson and Curtis Incorporated, the face value was \$5,000.00 and the certificate was dated 8/28/79. [redacted] advised that due to the form that was attached to the back of the security known as an RC-88, they were able to trace the security as follows. The security as well as several others went from their house to Chase Manhattan Bank via a messenger service known as the Curb. The Curb envelope is a large orange colored hard-soft envelope. It was sent to the Curb on Friday, 10/19/79, which was a Friday night. [redacted] advised that the theft of securities such as these does predominately occur on payday, Friday's, due to the laxity of that day at both the transfer agent as well as the Curb messenger system. [redacted] advised that a total of \$30,000.00 of Virginia Electric and Power Company was sent to Chase for transfer on that Friday. He said that according to his information, the two outstanding VEPCO Certificates that are still missing are serial# EE18777 and EE18902, denomination is 24,000 and 1,000 respectively. Those 2 added together to the \$5,000.00 certificate that was originally shown as being available for sale would total the \$30,000.00 package that he was able to trace. [redacted]

[redacted] advised that if he could be of any additional help, he would be glad to cooperate in any way possible.

GMP:nad

(1)

[initials]

29-15128-567

SEARCHED	INDEXED
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FBI - NEW YORK	

[Signature]



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

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FEDERAL BUREAU OF INVESTIGATION

Date of transcription 10/23/79

On [redacted] at approximately 9:14 PM
SAs [redacted] and [redacted] entered [redacted]
[redacted] New York, New York. At approximately
9:30 PM [redacted] enters the same restaurant and is
seated. At approximately 9:50 PM two men appearing identical
to photographs of [redacted] and [redacted] sat down
at the same table with [redacted]. At approximately 12:45 AM
[redacted] and [redacted] leave the table and exit from
the restaurant.

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b7EInvestigation on 10/11-12/79 at New York, New York File # NY 29-15128 -568SAs [redacted] and [redacted]
by [redacted] JFP/tb Date dictated 10/18/79 b6
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26 Federal Plaza
New York, New York 10007
November 2, 1979

[Redacted]
Chemical Bank of New York
Room 1264
55 Water Street
New York, New York

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Dear [Redacted]:

I first want to express the appreciation of this office and the entire FBI for your cooperation in a recent investigation involving stocks and bonds that we were endeavoring to recover. As you are aware, the investigation did not develop as was originally planned but led to the recovery of stocks in which we were vitally interested. The stocks which were recovered totalling approximately 5-1/2 million dollars were of a different source. Fortunately, with the pre-planning in this endeavor and your cooperation we were able to successfully recover the stocks and bonds. We are presently endeavoring to identify the area from which the bonds were stolen and anticipate that this will be resolved within the next three or four days.

I also want to assure you and the Chemical Bank that the \$50,000, which you so willingly furnished this Bureau to assist in the recovery of the bonds, will be returned to the Bank within a two-week period.

Again, thank you and please express our sincere appreciation to the Officers of the Bank who supported you and us in this endeavor.

Sincerely,

JOSEPH J. MAC FARLANE
Special Agent in Charge
Administrative Division

JJM:MGH
NY 29-15128

29-15128-569
JHM JHM

[Redacted]

JHM

FEDERAL BUREAU OF INVESTIGATION

11/2/79

Date of transcription _____

On October 26, 1979 [redacted] Taxi Driver, was interviewed by [redacted] and [redacted] who identified themselves as Special Agents of the Federal Bureau of Investigation. At the outset of the interview [redacted] was advised of the purpose of the interview and thereafter provided the following information:

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[redacted] advised then on October 25, 1979 he began driving a taxi on a lease basis. By this he meant that he paid \$48.00 to Trojan Cab Corporation, 76 Charles Street, New York, New York for use of a taxi cab for a 12 hour period. [redacted] stated that on October 25, 1979 he picked up his cab at 6:00 p.m. and returned it the following morning at 6:00 a.m.

[redacted] stated that he recalled picking up a fare at approximately 9:00 p.m. on October 25, 1979 at the Westbury Hotel. He described the individual as a white male, approximately 5'8", medium build, wearing a grey turtleneck sweater and slacks with a medium brown car coat and a dark balding head of hair.

[redacted] was then shown four separate photographs of [redacted] which [redacted] identified as being identical to the previously described fare which he picked up at approximately 9:00 p.m. in front of the Westbury Hotel on October 25, 1979.

[redacted] then advised that he recalled this individual requesting to go to 82nd Street and 1st Avenue. [redacted] advised he could not turn down 82nd Street as it was one way heading westward so he drove to 83rd Street. When [redacted] arrived at 83rd Street and 1st Avenue, the fare advised that this was close enough and gave [redacted] \$3.00 for a \$1.90 fare. [redacted] stated he did not recall seeing this individual after he left the cab.

Investigation on

10/26/79

New York, New York

NY 29-15128-570

File #

by

SAS

AND

DHJ/jxl

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Date dictated

NY 29-15128

[redacted] advised he was not required to maintain a trip log under his lease or arrangement and accordingly had no written record of the fare.

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FEDERAL BUREAU OF INVESTIGATION

11/2/79

Date of transcription _____

On October 26, 1979, [redacted] telephonically contacted the New York Office of the Federal Bureau of Investigation. [redacted] advised [redacted] Trojan Cab Corporation and that cab number [redacted] described as a yellow 1979 Ford LTD, was registered in his name. He advised that [redacted] who works for him was driving cab number [redacted] from 6 p.m. on October 25, 1979 to 6 a.m. on October 26, 1979. [redacted] advised that [redacted] could be reached at [redacted]

b6
b7C

10/26/79

New York, New York

NY 29-15128

Investigation on

File #

591

by

SA

/jxl

11/2/79

Date dictated

FEDERAL BUREAU OF INVESTIGATION

Date of transcription

11/2/79

b6
b7C

At approximately 10:30 PM SAs [] and [] observed a white male speaking on a public outdoor telephone located on the south eastern corner of Madison Avenue and 69th Street, New York, New York. This man, who appeared to be about five feet six inches, was wearing a three quarter length coat, appearing grey in color, and light blue bell bottom pants. SA [] in company with SA [] walked in close proximity to this man and observed him speaking on the phone. This male than cupped the phone with one hand and stated to SA [] that he would be on the phone for "quite awhile". He than continued his conversation (which could not be heard) and continuously looked in the direction of the Westbury Hotel which is across the street from the public phone. After approximately several minutes this male hung up the phone.

At this time SA [] identified himself as an Agent of the FBI, and requested some identification. This male immediately asked if there was a problem to which [] stated that the FBI was conducting an investigation in the immediate area and it would be "appreciated" if he (the male) would identify himself. This man identified himself as []. He than stated that he wished to leave at which SA [] advised that before he left the FBI had to resolve a matter. He than reached in his shirt pocket and pulled out a small pillbox and stated [] and he would like some water. SA [] immediately instructed SA [] to obtain some water for [] and [] proceeded to a restaurant located on Madison Avenue between 69th and 68th Streets.

Several minutes later SA [] and [] exited the restaurant. [] than asked if he was under arrest to which SA [] responded he was not. [] was than advised that the FBI was resolving an investigation matter and it was important he not leave till resolved.

SA [] was than instructed to make contact with Assistant United States Attorney [] of the Southern District of New York for an opinion as to the status of [].

Investigation on 10/25/79

at New York, New York

File # NY 29-15128-572

S.A.s []

and

by []

JFP/tb

Date dictated

10/30/79

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 11/6/79

A few minutes after the arrest of [redacted] New York, New York, SA [redacted] asked him ([redacted]) what he did with the \$50,000 he took out of the room shortly before he was arrested. He stated he handed the money to a guy by the name of [redacted] (phonetic) [redacted]. He stated that he doesn't know anything about [redacted] because he only met him one week ago. He described [redacted] as being short - about five feet six inches, middle age, somewhere in "late forties", having white hair and wearing a three quarter length coat. He does not know the color of the coat or anything else about the man.

b6
b7C

[redacted] When asked how exactly how he made contact with [redacted] he advised that he merely walks on the street until [redacted] approaches him. He stated that he met [redacted] somewhere on Madison Avenue at approximately 67th or 68th Street.

b6
b7C

Investigation on 10/26/79 at New York, New York File # NY 29-15128-573

by SA [redacted] /tb Date dictated 10/31/79

FEDERAL BUREAU OF INVESTIGATION

Date of transcription

11/2/79

At approximately 10:35 PM while on the west side of Madison Avenue between 69th and 68th Streets, SA [redacted] advised SA [redacted] that AUSA [redacted] orally authorized the arrest of [redacted] on a charge of Interstate Transportation of Stolen Property (ITSP) and Conspiracy. SA [redacted] immediately advised [redacted] that he was under arrest for ITSP and Conspiracy. An immediate search of his person by SAs found a loaded, six cylinder pistol, later identified as a Colt Cobra, .38 caliber, snub-nose. This pistol was in the small of the back inside the waist of the trousers, and covered by [redacted] jacket. [redacted] immediately stated "I could have used it any time if I wanted to". He was than advised of his rights by SA [redacted]. [redacted] was than handcuffed and placed in a Bureau car by SA [redacted]

b6
b7C

Investigation on

10/25/79

New York, New York

NY 29-15128-574

by

SAs
and

JFP/tb

File #

10/30/79

Date dictated

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 11/3/79

DOL

FM NEW YORK (29-15128) (P)
TO DIRECTOR (29-85152) ROUTINE
BT

U N C L A S

[REDACTED] ET AL, BF AND E; ITSP (A), OO: NEW YORK.

REFERENCE NEW YORK TELETYPE TO BUREAU, DATED OCTOBER 26, 1979.

FOR INFORMATION OF THE BUREAU, ON NOVEMBER 2, 1979, SUBJECTS

[REDACTED] AND [REDACTED] WERE IN-

DICTED BY A FEDERAL GRAND JURY, SDNY, ON A THREE COUNT INDICTMENT FOR VIOLATION OF TITLE 18, SECTION 2113 (b), (c), AND 2. IN ADDITION, CIRAOLO WAS CHARGED WITH VIOLATION OF TITLE 18, SECTION 922 (h) (1) AND SECTION 924 (c) (2).

IT IS NOTED THAT AUSA [REDACTED] HAS ADVISED THAT IN THE NEAR FUTURE HE INTENDS TO SUPERSEDE ON THIS INDICTMENT REGARDING SUBJECTS [REDACTED] WITH ADDITIONAL ITSP AND CONSPIRACY COUNTS.

b6
b7C

① - NEW YORK
1 - SUPERVISOR M-2

GM:pg
(2) pg m-2

29-15128-575
KJApproved: WPFTransmitted 1640
(Number) (Time)Per TJS

FBI

TRANSMIT VIA:

- Teletype
- Facsimile
- _____

PRECEDENCE:

- Immediate
- Priority
- Routine

CLASSIFICATION:

- TOP SECRET
- SECRET
- CONFIDENTIAL
- UNCLAS E F T O
- UNCLAS

Date _____

PAGE TWO U N C L A S

NYO INVESTIGATION IS CONTINUING. APPROPRIATE FD-515 IS FORTH-
COMING.

BT

#

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 11/5/79

[redacted] National Transfer Service, 55 Water Street, New York, New York, business telephone (212) 623-7615, was advised of the identities of interviewing agents and nature of interview and thereafter provided the following information.

b6
b7C

[redacted] advised that the function of National Transfer Service (NTS) was to provide a messenger service for securities between the various brokerage firms and transfer agents. This service is limited to the movement of securities only and provides no other function in the transfer process of stocks, bonds and other forms of documents.

He stated that the thirty-thousand dollars worth of Virginia Electric and Power Company, First and Refunding Mortgage Bonds, Series EE 11 percent, due July 1, 1994, would have been picked up by [redacted] between 4 PM and 5 PM on October 19, 1979 from his company at 55 Water Street, New York City.

Investigation on 11/2/79 at New York, New York File # 29-15128-576
SA's [redacted] *b7c*
by [redacted] *b7c* WR/nis Date dictated 11/5/79

ZS .NYF31 NY00.TYP /DR SEP /#362535.DEN/350.

NYF31 NY00

ES NY030300J TYP /DR SEP / #362535 DEN/ 350

ISS /ATWLNE LIND OWN [REDACTED] SDT /M451584 DOT /L66572

OCA /K NYC 3517 MIS /A31-04741 CONVEPTIBLE

NIC /S210431778

OPI IS NEW YORK PD NY

b6
b7c

IMMED CONFIRM RECORD WITH OPI

ZS .NYF31 NY00.TYP /CS SEP /N670264.DEN/100

NYF31 NY00

ES NY030300J TYP /CS SEP / N670264 DEN/ 100

ISS /SCULWIPER SEP OWN /INDE AND CIV SDT / BLANK DOT /066572 OCA /K NYC 3517

MIS /A31-04741 *

NIC /S210160880

OPI IS NEW YORK PD NY

IMMED CONFIRM RECORD WITH OPI

ZS .NYF31 NY00.TYP /A0 SEP /A2360.DEN/5000

NYF31 NY00

EGS NY030300J TYP /D DEN/ 5000 ISS /ERIE COUNTY

OWN /BEARER SDT /M010196 DOT /071372 OCA /K NYC 4647

MIS /001-6157 SAFEGUARD FOR LATENTS

NIC /S212053886

OPI IS NEW YORK PD NY

SEP /A2359-A2360

IMMED CONFIRM RECORD WITH OPI

29-15128-577

SEARCHED	INDEXED
SERIALIZED	FILED
NOV 5 1979	
FBI - NEW YORK	

DJW

FEDERAL BUREAU OF INVESTIGATION

11/7/79

Date of transcription _____

[redacted] Depository Trust Company, (DTC) 55 Water Street, South Tower, New York, New York, was advised of the identities of the interviewing Agents and the nature of the interview and thereafter provided the following information.

[redacted] advised that DTC is a member of the Federal Reserve System and an arm of the New York Stock Exchange, and as such functions as a clearing house for approximately two hundred forty billion dollars worth of securities yearly, as those securities go through the transfer procedure.

[redacted] examined several stolen securities which were provided by interviewing Agents and which were part of a recovery made on October 25, 1979, by the New York Office of the Federal Bureau of Investigation (FBI). He advised that those securities, according to DTC records, had been processed by DTC and sent to Bradford Securities Operations, Incorporated (BSO), 2 Broadway, New York, New York, by BSO courier on October 22, 1979, at 7:45 A.M. BSO serves as the agent for Chase Manhattan Bank, the transfer agent for those securities which were recovered by the FBI.

b6
b7c

[redacted] advised that his company would provide the appropriate DTC documentation showing the flow of the securities through DTC upon presentation of a properly prepared subpoena.

Investigation on 11/2/79 at New York, New York File # NY 29-15128-578

by SAs [redacted] and Date dictated 11/7/79

WAR:dlr



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

26 Federal Plaza
New York, New York 10007In Reply, Please Refer to
File No.

November 8, 1979

NY 4-32
SA [redacted] M-2
29-15128

Honorable Robert Mc Guire
Police Commissioner
New York City Police Department
1 Police Plaza
New York, New York 10038

My Dear Commissioner:

It is requested that this office be furnished the criminal record of: (last name followed by given name and middle).

Name: BUSA, JOHN F.

b6
b7C

Also Known As:

Address: 465 Jefferson Avenue Former: 5116 Avenue
Staten Island Brooklyn

Race: White

Sex: Male

Date of Birth:

10/2/10

Birthplace NY, NY

Height: 5'4"

Weight: 140

Hair: Black

Eyes: Brown

Scars, Tattoos, or marks:

Social Security #:

Arrest number or previous arrest:

MR
NO CRIMINAL RECORD
BY IDENTIFICATION GIVEN
IDENT. SECT. N.Y.C.P.D.

Searched by _____

Photograph desired:

Very truly yours,

NEIL J. WELCH
Assistant Director in Charge

N.J.

29-15128-579

STATISTICS LETTER

TO: DIRECTOR, FBI

29	85152
Bureau File Number	

Date: 11 / 9 / 79

FROM: SAC, NEW YORK

29	A * 15128
F.O. File Number	

SUBJECT: [REDACTED]

ET AL
BF&E; ITSP (A)b6
b7C

A. PRELIMINARY JUDICIAL PROCESS (No. of Subjects) <ul style="list-style-type: none"> 1. <u>3</u> Complaint 2. <u> </u> Information 3. <u>3</u> True Bill 4. <u> </u> No Bill 	D. ARRESTS / LOCATES / SUMMONS (No. of Subjects) <table border="0" style="width: 100%;"> <tr> <th colspan="3"><u>FUGITIVE PRIORITY</u></th> </tr> <tr> <th style="text-align: center;"><u>A</u></th> <th style="text-align: center;"><u>B</u></th> <th style="text-align: center;"><u>C</u></th> </tr> <tr> <td>1. <u>3</u></td> <td>2. <u> </u></td> <td>3. <u> </u></td> <td>- FBI Arrests</td> </tr> <tr> <td>4. <u> </u></td> <td>5. <u> </u></td> <td>6. <u> </u></td> <td>- FBI Locates</td> </tr> <tr> <td colspan="3">7. <u> </u> Criminal Summons</td> <td></td> </tr> </table>	<u>FUGITIVE PRIORITY</u>			<u>A</u>	<u>B</u>	<u>C</u>	1. <u>3</u>	2. <u> </u>	3. <u> </u>	- FBI Arrests	4. <u> </u>	5. <u> </u>	6. <u> </u>	- FBI Locates	7. <u> </u> Criminal Summons			
<u>FUGITIVE PRIORITY</u>																			
<u>A</u>	<u>B</u>	<u>C</u>																	
1. <u>3</u>	2. <u> </u>	3. <u> </u>	- FBI Arrests																
4. <u> </u>	5. <u> </u>	6. <u> </u>	- FBI Locates																
7. <u> </u> Criminal Summons																			
B. FINAL JUDICIAL PROCESS (No. of Subjects) <ul style="list-style-type: none"> 1. <u> </u> Pretrial Diversion 2. <u> </u> Dismissal 3. <u> </u> Acquittal 4. <u> </u> Conviction-Misdemeanor 5. <u> </u> No. of Counts 6. <u> </u> Conviction-Felony 7. <u> </u> No. of Counts 	E. RECOVERY AND LOSS PREVENTED <table border="0" style="width: 100%;"> <tr> <td>1. Recovery</td> <td style="text-align: right;"><u>\$ 5,580,000.00</u></td> </tr> <tr> <td>2. Potential Economic Loss Prevented</td> <td style="text-align: right;">\$ _____</td> </tr> </table>	1. Recovery	<u>\$ 5,580,000.00</u>	2. Potential Economic Loss Prevented	\$ _____														
1. Recovery	<u>\$ 5,580,000.00</u>																		
2. Potential Economic Loss Prevented	\$ _____																		
C. SENTENCES (No. of Subjects) <ul style="list-style-type: none"> 1. <u> </u> Confinement 2. <u> </u> Probation 3. <u> </u> Suspended 4. <u> </u> Fine 5. <u> </u> \$ _____ Amount of Fine 	F. CIVIL MATTERS <table border="0" style="width: 100%;"> <tr> <td colspan="2"><u>Government Defendant</u></td> </tr> <tr> <td>1. Amount of Suit</td> <td style="text-align: right;">\$ _____</td> </tr> <tr> <td>2. Settlement or Award</td> <td style="text-align: right;">\$ _____</td> </tr> <tr> <td colspan="2"><u>Government Plaintiff</u></td> </tr> <tr> <td>3. Amount of Suit</td> <td style="text-align: right;">\$ _____</td> </tr> <tr> <td>4. Settlement or Award</td> <td style="text-align: right;">\$ _____</td> </tr> </table>	<u>Government Defendant</u>		1. Amount of Suit	\$ _____	2. Settlement or Award	\$ _____	<u>Government Plaintiff</u>		3. Amount of Suit	\$ _____	4. Settlement or Award	\$ _____						
<u>Government Defendant</u>																			
1. Amount of Suit	\$ _____																		
2. Settlement or Award	\$ _____																		
<u>Government Plaintiff</u>																			
3. Amount of Suit	\$ _____																		
4. Settlement or Award	\$ _____																		

REMARKS:

Subjects charged as follows:

[REDACTED] one count for violation of T. 18,
 Sect. 2113 (b), (c), and 2; one count for violation of T. 18,

1 - Bureau
 1 - New York (66-8492)
 ① - New York

GAM:cmw
 (4)

cmw m-2

1 - Supv. M-2

* Include subclass letter if applicable.

29-15128-580
 cmw m-2
 NOV 11
 FBI/DOJ

INSTRUCTIONS

- (1) Submit an original only of the FD-515 within 30 days of a recordable accomplishment. Submission of each statistic should not be delayed awaiting the accumulation of several statistics.
- (2) The date the FD-515 is submitted must be shown.
- (3) The field office file number and appropriate subclassification, if applicable, must be set forth.
- (4) Category A - "**PRELIMINARY JUDICIAL PROCESS**" - This indicates the number of subjects against whom judicial action has taken place. The number of subjects must be indicated with a numerical entry and not with the letter "X" or a check mark.

FOR EXAMPLE: If 4 subjects have 10 Bills of Indictment returned against them, enter 4 on line 3.

- (5) Category B - "**FINAL JUDICIAL PROCESS**" - This, again, indicates the number of subjects and the number of counts or violations for which the subject is convicted. The number of counts shown on lines 5 and 7 must equal or exceed the number of subjects indicated on lines 4 and 6, never be less. Category 4 and 5 or 6 and 7 cannot be claimed prior to sentencing.

FOR EXAMPLE: If a subject is convicted for multiple counts in a single indictment or is convicted on a number of individual indictments, the entry in either case will be one subject convicted.

- (6) Category C - "**SENTENCES**" - Indicate only the number of subjects and where a combination of sentences are imposed, enter only the most severe sentence. The number of subjects cannot exceed the number of subjects indicated in Category B, lines 4 and 6. The amount of the fine (line 5), if any, is always claimed in conjunction with either lines 1, 2, 3, or 4.

- (7) Category D - "**ARRESTS/LOCATES/SUMMONS**" - Indicate the number of subjects under designated priorities.

- (8) Category E - "**RECOVERY AND LOSS PREVENTED**" - Recoveries - When stolen or illegally possessed items with intrinsic value are recovered as a part of an FBI investigation, the value of the item should be recorded. Restitutions will be recorded in this category when ordered as part of a sentence.

Potential Economic Loss Prevented - Record items such as counterfeit securities, money orders, Cashier Checks, Travelers Checks, and pirated copyright and patented material.

A justification airtel must be submitted with the FD-515 as an enclosure when the recovery or potential economic loss prevented exceeds \$1,000,000.

- (9) Category F - "**CIVIL MATTERS**" - To record an entry in this category, it is necessary to conduct actual investigation in the matter. Both the original amount sought and the damages awarded by the court are to be recorded under amount of suit and settlement or award. Therefore, if numbers 1 or 3 are completed, it is necessary that number 2 and 4 also be completed even if by zero. The only exception would be when monies are paid by the subject in Ascertaining Financial Ability Matters wherein it is not necessary to record an entry in F3.

- (10) "**REMARKS**" - Identify the name of the subject(s) and when reporting a conviction identify the Title, Section, and Code applicable to each count convicted.

- (11) Errors - If a previously submitted FD-515 is determined to contain an error after verifying the statistic on the Monthly Statistical Results Report, submit an original only of the FD-515 clearly marking the top of the form in red ink with the word "**AMENDED**." Other than the title, FBIHQ file number (if known), field office file number; and date, only complete the category being corrected by a numerical entry representing the appropriate decrease or increase. If this entry represents a decrease, insert a minus " - " sign and if an increase, insert a plus " + " sign directly to the left of the numerical entries which will signify the type of correction.

NY 29-15128

b6
b7C

Sect. 922 (h) 1; one count for violation of T. 18, Sect. 924.
(c) 2.

[redacted] one count for violation of T. 18,
Sect. 2113 (b), (c), 2.

[redacted] one count for violation of T. 18,
Sect. 2113 (b), (c), 2.

City New York, N.Y.Date 7/31/79b6
b7C
b7D
b7E

Request of Special Agent in Charge, FBI,

New York

[redacted] dollars, and [redacted] cents,

(\$ [redacted]) which money is to be paid by me on 8/1/79

to [redacted]

in connection with the case entitled [redacted]

akaFBW (A), ITSP (A)

Services: \$ [redacted]

Expenses: \$ [redacted]

Signed [redacted]

Special Agent

Have payments been made by other Offices? No Yes (List Offices below)Authority (date) Bu Airtel 8/14/72Period Covered by Payment 8/1 - 8/31/79Authorization Checked yesCheck Number 2027 8/6/79Date of Actual Payment 8/1/79b6
b7C

By Whom

Receipts Received yesVoucher Prepared 11/7/79 Item 1Category CFile No. 29-15128Supervised John J. Cleamer, Jr.Approved John J. Cleamer, Jr.

SAC

29-15128-581
pk gmc1
200

FBI/DOJ

ADIC, NY

7/31/79

b6
b7C

SA [REDACTED] (M-2)

REQUEST FOR PAYMENT

[REDACTED]
It is requested that the sum of [REDACTED] be provided
for payment to [REDACTED] utilized
by Section M-2 during 8/1-31/79.

This service is being used by Section M-2 for [REDACTED]

3 - 29-15128

/SAP:cmw
(3)

FSA BLUE SLIP

I [redacted], request \$ [redacted] amount for payment to

Fugazy All City Rent A Car, Inc. in connection with investigation entitled

[redacted]; ET AL NY 29-15128

b6
b7C
b7E

Authority: BUAIRTEL 8/27/79 Payments made by other office(s): Yes No

(If "Yes" list office(s) under details)

Period Covered: 10/12/79

Services: [redacted]

Expenses: [redacted]

Total: [redacted]

Details: [redacted] as required by the
needs of the above investigation.

Reviewed:

Jeanne Dolcey FSC-2

b7E Check Number: 2422

Check Dated: 10/25/79

On 10/25/79, I received from Field Support Account

[redacted] date for expenditure(s) in connection with the above matter.
\$ [redacted] amount

Signed:

C (Special Agent)

Category: C

b6
b7C

Investigative Program: WCC

Item Number: 34

Voucher Dated: 10/31/79

I hereby certify that the above represents a proper and approved expenditure and that funds were expended on 10/12/79 per attached receipt(s) or certificate(s).

Approved

Sign:

Disapproved

(Title)

SAC, II 29-15128

10/15/79

SA [redacted]

b6
b7C

[redacted] ET AL

BF&E
OO:NY

On 10/11/79, [redacted] was rented from [redacted]

NYC, for the purpose [redacted]

b7D
b7E

On 10/12/79, SA [redacted] paid for the rental of the
aforementioned vehicle in the amount of [redacted] and it is
hereby requested that [redacted] be refunded to SA [redacted]

b6
b7C
b7E

CG0001 3131729

CG0001 3131722 CG0001 3131722

OO HQ NY

DE CG

O 091722Z NOV 79

FM CHICAGO (183-726) (SQUAD 15)
TO DIRECTOR (183-1720) IMMEDIATE

NEW YORK (193-1579) IMMEDIATE

29-15128

BT

UNCLAS

ATTENTION ORGANIZED CRIME SECTION

STRAWMAN - ARGENT; RICO, OO: BUREAU.

RE CHICAGO TELETYPE TO THE BUREAU DATED NOVEMBER 7,
1979.

FOR INFORMATION OF THE BUREAU AND NEW YORK, [redacted]

[redacted] WILL ALSO TRAVEL TO NEW YORK ON NOVEMBER 13, 1979,
TO ASSIST IN DEBRIEFING [redacted] (PROTECT IDENTITY),
IN VIEW OF THE FACT THAT [redacted] IS CURRENTLY DRAFTING
TITLE III AFFIDAVIT REGARDING [redacted] UACB.
SAC, NEW YORK AND SAC, CHICAGO BOTH CONCUR WITH TRAVEL.

b3
b6
b7C
b7D
b7E

BT

29-15128-583
103-1579

SEARCHED	INDEXED
SERIALIZED	FILED
NOV 9 1979	
FBI-NEW YORK	

C
MMT
M2

x Airtel

11/13/79

TO: DIRECTOR, FBI (29-85152)
(ATTN: ID/LFS B-66372)

FROM: ADIC, NEW YORK (29-15128) (P) (M-2)

SUBJECT: [REDACTED]

ET AL
BF&E; ITSP (A)
(OO:NY)

b6
b7C

Rerep of ID/LFS, dated 5/11/79.

bonds: Enclosed for ID/LFS are the following registered

<u>Company</u>	<u>Cert. #</u>	<u>Gross Amount</u>
NY Telephone Co.	RU 7125	100,000
	RU 7126	100,000
	RU 4596	1,000,000
	RU 5771	1,000,000
	RU 5772	1,000,000
	RY 12074	25,000
	RY 12075	25,000
	RY 12076	25,000
	RY 12077	25,000
	RY 12078	25,000
	RY 12079	25,000

3 - Bureau (Enc. 56)

(1 - ID/LFS)

① - New York

GAM:cmw
(5)

cmw
m-2

1 - Supv. M-2

29-15128-504

SEARCHED	INDEXED
SERIALIZED	FILED
NOV 13 1979	
FBI - NEW YORK	

[Handwritten signature over stamp]

NY 29-15128

<u>Company</u>	<u>Cert. #</u>	<u>Gross Amount</u>
Mc Donalds Corp.	RB 121	25,000
	RB 122	25,000
	RB 123	10,000
	RB 124	10,000
	RB 125	10,000
	RB 126	5,000
	RB 127	5,000
	RB 128	5,000
	RB 129	5,000
	RB 259	100,000
	RB 260	100,000
	RB 261	100,000
	RB 262	100,000
	RB 263	100,000
	RB 264	100,000
	RB 265	100,000
	RB 266	100,000
	RB 267	100,000
	RB 268	100,000
	RB 269	100,000
	RB 270	100,000
	RB 271	100,000
	RB 272	100,000
	RB 273	100,000
	RB 274	100,000
	RB 275	100,000
	RB 276	100,000
	RB 277	100,000
	RB 278	100,000
	RB 557	50,000
	RB 558	50,000
Virginia Electric and Power Co.	EE 18777	24,000
	EE 18902	1,000
	EE 21265	5,000

NY 29-15128

Also enclosed are the fingerprint cards of the following employees of Bradford Securities Operations, Inc., Two Broadway, New York, NY:



b6
b7C

For information of the Bureau and ID/LFS, enclosed bonds, recovered on 10/25/79, have been determined to have been stolen from Bradford Securities Operations, Inc., sometime between 10/19 and 10/22/79.

Referenced report of ID/LFS, dated 5/11/79, indicates the existence of seven fingerprints of subject, [REDACTED] FBI # [REDACTED] on three bearer bonds of the West Penn Power Co., stolen from Bradford in 6/77.

Bureau is advised that informant information has indicated that subject, [REDACTED]

[REDACTED]
b6
b7C
b7D

Recent investigation at Bradford has determined that [REDACTED]

NY 29-15128

REQUEST OF ID/LFS

Will compare latents raised on the enclosed bonds with those prints of the individuals whose fingerprint cards are furnished. Particular attention should be given to the existence of fingerprints belonging to [redacted]

[redacted] , FBI [redacted]

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Will compare latents raised on all other previously submitted securities with the prints of [redacted] and others whose fingerprint cards are submitted.

Will compare latents raised in Latent Case #B-70016 with the enclosed sets of fingerprints.

FBI

09

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 11/14/79

FM NEW YORK (29-15128) (P) (M-2)

TO DIRECTOR (29-85152) IMMEDIATE

ATTN: IDENT/LATENT FINGERPRINT SECTION, 66-372

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BT

U N C L A S

[REDACTED] ET AL; BF & E; ITSP (A); OO: NEW YORK.

RENYAIRTEL TO BUREAU, DATED NOVEMBER 13, 1979.

INASMUCH AS [REDACTED]

[REDACTED] IT IS

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b7EREQUESTED THAT TOP PRIORITY AND EXPEDITIOUS HANDLING BE
AFFORDED THIS MATTER BY IDENT/LFS.

BT

b6
b7C#
1-NEW YORK
1-SUPERVISOR # M-2
1-PROGRAM MANAGER, ADIC

29-15128-585

JTR KRN

GAM:meh *meh M-2*

(3)

Approved: *[Signature]*

Transmitted

(Number)

(Time)

Per

[Signature]

FBI

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- Teletype
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PRECEDENCE:

- Immediate
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- TOP SECRET
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Date 11/14/7922
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FM NEW YORK (29-15128) (P) (M-2)

~~TO: DIRECTOR~~ (29-85152) IMMEDIATEATTN SUPERVISOR

BT

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SECTION ONE OF THREE SECTIONS

 ET AL; BF&E; ITSP (A); OFFICE OF ORIGIN:
 NEW YORK.

RE NEW YORK TELETYPE TO BUREAU, DATED OCTOBER 26, 1979
 AND OCTOBER 31, 1979.

ALTHOUGH FACTS IN THIS MATTER, WITH EXCEPTION OF
 MOST RECENT INVESTIGATIONS^{correction}, HAVE BEEN PROVIDED TO THE BUREAU,
 NYO IS REITERATING SAME FOR PURPOSES OF CLARITY AND APPROPRIATE
 PERSPECTIVE.

THE PURPOSE OF THIS COMMUNICATION IS TO APPRISE BUREAU
 OF CURRENT STATUS OF CAPTIONED TARGET CASE AS WELL AS TO REQUEST
 REIMBURSED TO FOR ASSISTANCE
 RENDERED IN THIS NEW YORK OPERATION.

CAPTIONED MATTER INVOLVES THE THEFTS OF SECURITIES FROM
 1 - NEW YORK
 1 - PROGRAM MANAGER
 JFP:JFC
 (3)

29-15128-586
JW
JWApproved: NJP

Transmitted

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 2306
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Date _____

PAGE TWO UNCLAS

BROKERAGE HOUSES AND FINANCIAL INSTITUTIONS WITHIN THE
NEW YORK METROPOLITAN AREA.

IN JUNE OF 1979, THE NYO, AFTER CONSIDERABLE DIFFICULTIES
WITH VARIOUS OTHER FEDERAL AGENCIES,

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[REDACTED] IN
TARGETING THE QUEENS GROUP (MANHATTAN GROUP WAS TARGETED AS
WELL BY NEW YORK OFFICE), NEW YORK ESTABLISHED AS ITS
OBJECTIVES THE FOLLOWING:

Approved: _____ Transmitted _____ Per _____
(Number) (Time)

FBI

TRANSMIT VIA:

Teletype
 Facsimile

PRECEDENCE:

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 Routine

CLASSIFICATION:

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Date _____

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PAGE THREE UNCLAS

1. IDENTIFY MEMBERS OF THE [REDACTED] GROUP.
2. DRAW THIS GROUP INTO A LARGE PURCHASE OF STOLEN SECURITIES.
3. IDENTIFY THE SOURCE OF THE SECURITIES IN THE FINANCIAL AREA, FOR EXAMPLE, INSIDE PERSON IN THE BROKERAGE AND/OR CLEARING HOUSES.
4. OBTAIN INCRIMINATING EVIDENCE AGAINST [REDACTED] ET AL, REGARDING PREVIOUS STOLEN SECURITIES TRANSACTIONS IN WHICH THE BUREAU HAS INVESTIGATIVE INTEREST.

ON [REDACTED] A MEETING WAS ARRANGED AT [REDACTED]

[REDACTED] NEW YORK, NEW YORK,

[REDACTED] ALTHOUGH BOTH PARTIES MADE APPEARANCES

[REDACTED] NEITHER APPROACHED NOR ACKNOWLEDGED

[REDACTED] PERSENCE. [REDACTED] AND SEVERAL OF HIS ASSOCIATES

CAREFULLY ASSESSED THE SITUATION AND FOR REASONS UNKNOWN

BACKED AWAY FROM THE MEETING. HOWEVER, IT IS NOTED THAT

DURING [REDACTED] PRESENCE AT [REDACTED] ENGAGED IN A FRIENDLY

CONVERSATION WITH AN UNDERCOVER AGENT WHILE STANDING AT THE

BAR AND OBSERVING [REDACTED] DURING THIS CONVERSATION [REDACTED]

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(Number) (Time)

Per _____

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- Teletype
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Date _____

PAGE FOUR UNCLAS

VOLUNTEERED HIS TRUE NAME TO UCSA IDENTIFYING HIMSELF

AS [redacted]

SEVERAL WEEKS THEREAFTER, [redacted] WAS AGAIN CONTACTED
BY [redacted] AND A MEETING WAS ARRANGED AT [redacted][redacted] NEW YORK, NEW
YORK. IN A TELEPHONIC CONVERSATION, PRECEEDING THIS MEETING[redacted] TOLD [redacted] THAT [redacted]
[redacted][redacted] A MEETING OCCURRED AT [redacted] BETWEEN
[redacted] AND AN INDIVIDUAL SUBSEQUENTLY IDENTIFIEDBY BUREAU AGENTS AS [redacted] DURING THIS MEETING
[redacted] FURNISHED [redacted] WITH A PHOTOSTATIC COPY OF A1 MILLION DOLLAR BOND CERTIFICATE OF FEDERAL FARM CREDIT
BANKS, CERTIFICATE NUMBER 54158. THIS CERTIFICATE REPRE-
SENTED A COPY OF AN ORIGINAL STOLEN FROM CHEMICAL BANK,
AMONG OTHERS OF THE SAME TYPE, IN AUGUST OF 1979. [redacted]

ADVISED [redacted]

IT IS NOTED

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Date _____

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THAT AT THE CLOSE OF THE MEETING [REDACTED] REFERRED TO [REDACTED]
 [REDACTED] STATING THAT IF [REDACTED] HAD ANY PROBLEMS HE
 SHOULD SPEAK WITH [REDACTED]

IT IS NOTED THAT FOUR MEETINGS OCCURRED SUBSEQUENT TO
 THIS FIRST MEETING AT [REDACTED] AND THERE WERE
 COUNTLESS TELEPHONE CONVERSATIONS BETWEEN [REDACTED]

[REDACTED] THE MOST SIGNIFICANT POINTS TOUCHED ON DURING
 THESE NEGOTIATIONS WERE AS FOLLOWS:

1. DURING NEGOTIATIONS [REDACTED] ADVISED [REDACTED] THAT

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IT IS NOTED THAT IN NEW YORK INVESTIGATION REGARDING
 NY 29-15718 CASE ENTITLED "MYSTERIOUS DISAPPEARANCE OF
 7 MILLION DOLLARS WORTH OF FEDERAL FARM CREDIT CERTIFICATES
 FROM CHEMICAL BANK, NEW YORK, NEW YORK", ONE OF THE SEVEN
 STOLEN SECURITIES WAS RECOVERED BY FBI, NEW YORK. FILE

REFLECTS THAT [REDACTED]

[REDACTED] ATTEMPTED TO NEGOTIATE CERTIFICATE NUMBER

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(Number) (Time)

Per _____

FBI

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- TOP SECRET
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Date _____

PAGE SIX UNCLAS

54157 AT THE FEDERAL RESERVE BANK ON OCTOBER 3, 1979.

THE INFORMATION OBTAINED FROM [REDACTED] APPEARED TO
 BE STRONGLY INDICATIVE OF THE FACT THAT [REDACTED]

[REDACTED]

[REDACTED]

2. DURING A TELEPHONE CONVERSATION BETWEEN [REDACTED]

[REDACTED] ATTEMPTED TO OBTAIN [REDACTED]

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3. SUBSEQUENT TO THE CLOSING OF NEGOTIATIONS REGARDING

THE SIX MILLION DOLLARS IN FEDERAL FARM CREDIT BANK BONDS,

SAS [REDACTED] AND [REDACTED] CASE AGENTS REGARDING

NEW YORK 87-81762 SUB D, ENTITLED [REDACTED] ET AL;

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ITSP (D)" ADVISED THAT THEIR SOURCE IN THAT PARTICULAR

MATTER HAD SUDDENLY BEEN "CUT OFF" FROM ANY FURTHER

OPPORTUNITY TO PURCHASE THE ABOVE MENTIONED BONDS. FBI

NEW YORK INTERPRETED THIS RESULT AS INDICATIVE OF THE FACT

Approved: _____

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FBI

TRANSMIT VIA:

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- Routine

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- TOP SECRET
- SECRET
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- UNCLAS

Date _____

FM NEW YORK (29-15128) (P) (M-2)

TO DIRECTOR (29-85152) IMMEDIATE

ATTN SUPERVISOR [REDACTED]

BT

UNCLAS

SECTION TWO OF THREE SECTIONS

[REDACTED] ET AL; BF&E; ITSP (A); OFFICE OF ORIGIN:
NEW YORK.THAT THE SOURCE OF THE BONDS HAD CONSUMMATED A DEAL WITH
[REDACTED] AND NO LONGER NEEDED TO DEAL ELSEWHERE.ON OCTOBER 24, 1979, A MEETING TO TRANSACT FOR THE
STOLEN SECURITIES WAS AGREED UPON BY ALL PARTIES FOR THE
EVENING OF OCTOBER 25, 1979. ON OCTOBER 25, 1979, CHEMICAL
BANK WAS CONTACTED AND ADVISED OF THE ANTICIPATED RECOVERY
OF THE FARM CREDIT CERTIFICATES. THEY ADVISED THAT THEY WOULDb6
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(Number) (Time)

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Date _____

PAGE EIGHT UNCLAS

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[REDACTED] FUNDS WHICH WOULD BE

USED TO RECOVER THE CERTIFICATES, AS WELL AS DRAW THE SUBJECTS INTO A LARGER SUBSEQUENT SECURITIES TRANSACTION, POSSIBLY NOT RELATED TO CHEMICAL BANK. ON OCTOBER 25, 1979, NYO TELEPHONICALLY ADVISED BUREAU THAT CHEMICAL BANK FUNDS WERE TO BE USED IN A STOLEN SECURITIES PURCHASE WITHIN A SHORT PERIOD AS "A BUY" SITUATION WAS RAPIDLY DEVELOPING.

[REDACTED]

4. FACTS IN ORDER OF OCCURRENCE ON THE EVENING OF THE "BUY-BUST" AT [REDACTED] NEW YORK,
NEW YORK, ARE AS FOLLOWS:

FBI

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- Teletype
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PRECEDENCE:

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- Priority
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PAGE NINE UNCLAS

AT APPROXIMATELY 8:00 P.M., [REDACTED]

ARRIVED AT [REDACTED]

[REDACTED] DELIVERING A ONE MILLION DOLLAR BOND CERTIFICATE
OF NEW YORK TELEPHONE COMPANY. [REDACTED] IN THE

COMPANY OF AN UNDERCOVER SPECIAL AGENT [REDACTED]

[REDACTED] THEN TOLD [REDACTED] THAT THE [REDACTED]

[REDACTED] AND INSISTED THAT [REDACTED]

[REDACTED] FEDERAL FARM

CREDIT BANKS CERTIFICATES. [REDACTED] STATED THAT HE COULD NOT
UNLESS HE COULD SHOW "THE MAN" SOME MONEY. [REDACTED] REQUESTED

Approved: _____

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(Number) (Time)

Per _____

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Date _____

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PAGE NINE UNCLAS

\$50,000.00. [REDACTED] ASKED HOW [REDACTED] COULD BE SURE
 THAT [REDACTED] WOULD RETURN WITH THE CORRECT CERTIFICATES.

[REDACTED] STATED THAT HE WOULD [REDACTED]
 [REDACTED] AND [REDACTED] UNTIL
 HE RETURNED. [REDACTED] THEN EXITED [REDACTED] GOING
 DOWN TO THE STREET TO GET [REDACTED]

AND A DECISION WAS MADE TO ALLOW [REDACTED]

WITH THE FEDERAL FARM CREDIT BANK CERTIFICATES. [REDACTED]

AT APPROXIMATELY 10:30 PM, [REDACTED] RETURNED TO [REDACTED]
 [REDACTED] BUREAU AGENTS ON THE STREET HAVE ADVISED
 THAT THEY OBSERVED [REDACTED] ENGAGED IN AN EXTENSIVE DIS-
 CUSSION WITH SUBJECT [REDACTED] ON THE STREET JUST
 PRIOR TO ENTERING [REDACTED] UPON RETURNING TO THE ROOM
 WHERE [REDACTED] WERE WAITING WITH [REDACTED]
 [REDACTED] A SECOND 1 MILLION BOND OF THE NEW YORK TELEPHONE

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FBI

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- Teletype
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PRECEDENCE:

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- TOP SECRET
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Date _____

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COMPANY. WHEN IT BECAME APPARENT TO [REDACTED] THAT HE WOULD
 BE UNABLE TO PERSUADE [REDACTED]

[REDACTED] WITH MORE MONEY,

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IT IS NOTED THAT AT THE TIME OF [REDACTED] ARREST,
 [REDACTED] MADE REFERENCE TO A "LITTLE HOT HEAD" OUT ON THE
 STREET AND STATED THAT HE KNEW HIM AS [REDACTED] IT IS ALSO
 NOTED THAT WHEN [REDACTED] ENTERED [REDACTED]

[REDACTED] HE STATED TO A SECOND UNDERCOVER AGENT [REDACTED]

[REDACTED] THIS WAS INDICATIVE THAT [REDACTED] WAS
 VERY UPSET WITH SOMEONE HE HAD MADE CONTACT WITH OUT ON
 THE STREET.

ON TERMINATION OF THE OPERATION AT [REDACTED] NYO ARRESTED

Approved: _____

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 (Number) (Time)

Per _____

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[REDACTED]

[REDACTED] WHO WAS ARRESTED ON ORAL

AUTHORIZATION OF AUSA, SDNY, WAS RELEASED SAME NIGHT BY THE
AUSA AFTER BEING PROCESSED AT THE NYO.

ON [REDACTED] APPEARED
BEFORE UNITED STATES MAGISTRATE NINA GERSHON, SDNY, BASED UPON
A COMPLAINT FILED IN THE SDNY. [REDACTED] WAS CHARGED WITH
VIOLATION OF TITLE 18, USC, SECTION 371 (CONSPIRACY TO
VIOLATE TITLE 18, USC, SECTION 2315). HE WAS RELEASED ON
\$50,000.00 PERSONAL RECOGNIZANCE BOND AND \$2,500.00 CASH OR
SECURITY. [REDACTED] WAS CHARGED WITH VIOLATION OF
TITLE 18, USC, SECTION 371 (CONSPIRACY TO VIOLATE TITLE 18,
USC, SECTION 2315). HIS BOND WAS SET AT \$50,000.00 CASH
OR SECURITY. [REDACTED] WAS CHARGED WITH THE SAME VIOLATION
AS THE TWO ABOVE AND BOND WAS SET AT \$2,500.00 PERSONAL
RECOGNIZANCE BOND AND \$10,000.00 CASH OR SECURITY. [REDACTED]

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[REDACTED] WERE RELEASED AFTER MEETING BOND REQUIREMENTS AND
[REDACTED] WHO WAS UNABLE TO MEET BOND'S REQUIREMENTS WAS
INCARCERATED AT THE METROPOLITAN CORRECTIONAL CENTER, NEW YORK

Approved: _____

Transmitted _____
(Number) (Time)

Per _____

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Date _____

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CITY, NEW YORK.

IN ADDITION TO THE FOUR ARRESTS ON THE NIGHT OF

[REDACTED] AUTOMOBILES OF [REDACTED] AND [REDACTED]

WERE SEIZED. [REDACTED] READILY AGREED TO A CONSENT TO SEARCH HIS AUTOMOBILE WHICH WAS COMPLETED WITH NEGATIVE RESULTS. [REDACTED]

REFUSED ANY SUCH CONSENT TO SEARCH. THEREFORE, A SEARCH WARRANT WAS OBTAINED IN THE SDNY AND A LEGAL SEARCH MADE OF HIS VEHICLE. INSIDE THE VEHICLE THE NYO RECOVERED AN ADDITIONAL \$3,580,000.00 IN STOLEN BOND CERTIFICATES. ALTHOUGH THE FEDERAL FARM CREDIT BANK CERTIFICATES FROM CHEMICAL BANK WERE NOT IN THE AUTOMOBILE THE TOTAL RECOVERY IN THIS OPERATION WAS AS FOLLOWS: NEW YORK TELEPHONE COMPANY BONDS, \$3,350,000.00; MC DONALDS CORPORATION BONDS, \$2,200,000.00; VIRGINA ELECTRIC POWER COMPANY BONDS, \$30,000.00 FOR A TOTAL OF \$5,580,000.00.

IT SHOULD BE NOTED THAT TWO BOND CERTIFICATES OF NEW YORK TELEPHONE COMPANY, EACH IN THE DENOMINATION OF 1 MILLION DOLLARS WAS BROUGHT TO [REDACTED]

[REDACTED] HAD AN ADDITIONAL COMPANION 1 MILLION

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Date _____

FM NEW YORK (29-15128) (P) (M-2)

TO DIRECTOR (29-85152) IMMEDIATE

ATTN SUPERVISOR [redacted]

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BT

UNCLAS

FINAL SECTION OF THREE SECTIONS

[redacted] ET AL; BF&E; ITSP (A); OFFICE OF ORIGIN:

NEW YORK.

DOLLAR NEW YORK TELEPHONE CO. BOND OF THE SAME ISSUE.

ON [redacted] ALL SUBJECTS WERE INDICTED FOR
VIOLATION OF T. 18, SECTIONS 2113 AND 2. IN ADDITION, [redacted][redacted] WAS CHARGED WITH VIOLATION OF T. 18, SECTION 922 (H) (1)
AND 924 (C) (2).INTENSIVE INVESTIGATION WITHIN THE LAST TWO WEEKS BY THE NYO
HAS DETERMINED A STRONG SUSPECT AS THE "SOURCE" INSIDE THE
BRADFORD TRUST CLEARING HOUSE FROM WHERE IT APPEARS THE RECENT
\$5,580,000.00 RECOVERED BONDS WERE STOLEN. [redacted]
[redacted]b6
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Approved: _____

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(Number) (Time)

Per _____

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AN IDENTIFICATION LATENT

FINGERPRINT SECTION REPORT, DATED MAY 11, 1979, INDICATES THE EXISTENCE OF SEVEN FINGERPRINTS OF [REDACTED] ON THREE WEST PENN POWER COMPANY BEARER BONDS RECOVERED BY NEW YORK AND STOLEN FROM BRADFORD TRUST IN JUNE OF 1977.

NEW YORK HAS SECURED THE FINGERPRINT CARD OF [REDACTED] WHICH WAS PREPARED AND MAINTAINED BY BRADFORD TRUST AS A CONDITION OF EMPLOYMENT. THE BONDS WHICH NEW YORK RECENTLY RECOVERED, AS WELL AS THE FINGERPRINT CARD (MAINTAINED BY BRADFORD TRUST) [REDACTED] HAVE BEEN SUBMITTED TO IDENTIFICATION DIVISION, LATENT FINGERPRINT SECTION, FOR SPEEDY AND APPROPRIATE EXAMINATION.

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IT SHOULD BE NOTED THAT [REDACTED]

HOWEVER, [REDACTED]

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AUSA

HAS ALREADY ADVISED THAT NO CHARGES WOULD BE DROPPED BUT THAT THE COURT MAY MITIGATE HIS SENTENCE, IF ANYTHING AT ALL. AS THERE IS NO CERTAINTY THAT

IT IS FELT

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THAT THE CHEMICAL BANK SHOULD, AT THIS TIME, BE REIMBURSED IN ORDER TO MAINTAIN GOOD RELATIONS WITHIN THE FINANCIAL COMMUNITY IN THE WALL STREET AREA. IN THE EVENT THE BUREAU WOULD BE PROMPTLY REIMBURSED SO THAT FUNDS COULD BE REFUSED IN OTHER BUREAU MATTERS.

AGAIN, DUE TO THE ONGOING AND SENSITIVE NATURE OF THIS INVESTIGATION, NYO HAS INTENTIONALLY MITIGATED NEWS COVERAGE. A FULL PRESS RELEASE TO INFORM THE PUBLIC OF CURRENT INVESTIGATIVE SUCCESS WILL BE PREPARED AND RELEASED AT APPROPRIATE FUTURE TIME.

INVESTIGATION NEW YORK ON THIS MATTER IS CONTINUING.

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(Time)

Per _____

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11/19/79

TO: DIRECTOR, FBI (29-85152)
FROM: ADIC, NEW YORK (29-15128) (P) (M-2)
SUBJECT: [redacted]

ET AL
BF&E; ITSP (A)
(OO: NY)

Enclosed for the Bureau is original FD-515.

On [redacted] subjects [redacted]
[redacted] were arrested by Bu agents
at NY, NY.

At time of arrest, Bu agents recovered \$2,000,000.00
in stolen securities [redacted]

Subsequent to arrests of subjects, a search
warrant was executed by Bu Agents and an additional
\$3,580,000.00 in stolen securities were subsequently
recovered from the trunk of [redacted]
s automobile.

These securities have been determined to
be the property of the Depository Trust Company, 55
Water Street, NY, NY.

Total recovery in this matter is \$5,580,000.00.

2 - Bureau (Enc. 1)
① - New York

GAM:kpl
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I - Supv. M-2

29-15128-587
APRILIZED BY [signature] FILED [signature]
NOV 19 1979

FBI-NEW YORK

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FM CHICAGO (183-854) (P) (SQUAD 2)
TO ADIC NEW YORK (29-15128) PRIORITY

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[REDACTED] AKA; [REDACTED] RICO, OO: CHICAGO.
[REDACTED] AKA; ET AL; BF AND E. ITSP, OO: NEW YORK.
RE TELCON BETWEEN SA [REDACTED] CHICAGO,

AND SA [REDACTED] NEW YORK, DATED NOVEMBER 16, 1979.

FOR INFORMATION, CHICAGO AGENTS RECENTLY MET WITH
NEW YORK AGENTS AND [REDACTED]

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[REDACTED] FBI NUMBER [REDACTED] AT NEW YORK AND DISCUSSED

29-15128-587A

SEARCHED INDEXED
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NOV 19 1979

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PAGE TWO

CG 183-854

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IN ORDER TO ASSIST CHICAGO IN PROPOSED OPERATION
[REDACTED] NEW YORK IS THEREFORE REQUESTED TO
FURNISH FOLLOWING BACKGROUND INFORMATION:
NEW YORK AT NEW YORK. WILL FURNISH BACKGROUND
INFORMATION AND DESCRIPTIVE DATA REGARDING [REDACTED]

2. WILL FURNISH DETAILS REGARDING [REDACTED]
[REDACTED]

3. WILL FURNISH DETAILED INFORMATION CONCERNING
[REDACTED]

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PAGE THREE

CG 183-854 UNCLAS

4. WILL IMMEDIATELY ADVISE CHICAGO OF ANY

[REDACTED]
[REDACTED] SO THAT APPROPRIATE ACTION CAN BE INITIATED.

5. WILL FURNISH ANY ADDITIONAL OBSERVATIONS OR
COMMENTS DEEMED APPROPRIATE TO ASSIST CHICAGO DIVISION
IN CONTEMPLATED OPERATION.

BT

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 9/4/79

On [REDACTED] at approximately 9:00 PM, Special Agents (SAs) [REDACTED] and [REDACTED] working in an undercover capacity, [REDACTED]

[REDACTED] New York City, to keep a prearranged meeting with [REDACTED] also known as (aka) [REDACTED] SAS [REDACTED] and [REDACTED] drove [REDACTED] to the area and SA [REDACTED] went into [REDACTED] to check out the location.

When SA [REDACTED] and [REDACTED] entered [REDACTED] SA [REDACTED] was on the phone. SA [REDACTED] summoned [REDACTED] to the phone, saying it was for him and was [REDACTED] spoke briefly on the phone and then joined SAS [REDACTED] and [REDACTED] said it was [REDACTED] on the phone and he said he would be late for the meeting.

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SA [REDACTED] remained at the bar while [REDACTED] and SA [REDACTED] went into the back room to eat dinner. As they finished eating dinner, SA [REDACTED] appeared in the back room and had a brief conversation with an unknown male. That unknown male then approached SA [REDACTED] and [REDACTED] and informed them that someone was at the bar to see them. SA [REDACTED] went into the other room where SA [REDACTED] pointed out an individual seated at the corner of the bar and identified him as being [REDACTED] SA [REDACTED] working in an undercover capacity, was seated beside [REDACTED] and subtly signaled SA [REDACTED] as to which person was [REDACTED] SA [REDACTED] approached [REDACTED] and asked if he was there to meet [REDACTED] said he wasn't and SA [REDACTED] rejoined [REDACTED] in the back room.

SA [REDACTED] and [REDACTED] then rejoined SA [REDACTED] at the bar and then left [REDACTED]

Investigation on 8/23/79 at New York, New York File # 24-15128-588
NY 183-18125

by SAS [REDACTED] and [REDACTED] WBS/cal Date dictated 8/29/79

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FEDERAL BUREAU OF INVESTIGATION

Date of transcription 10/29/79b6
b7C

On Thursday, [redacted] Special Agent (SA) [redacted] while at the [redacted] 69 Street and Madison Avenue, New York, New York, in connection with a purchase of stolen securities observed the following:

At approximately 8:00 PM, while sitting in the lobby with SA [redacted] SA [redacted] observed [redacted] enter [redacted] SA [redacted] further observed [redacted] and SA [redacted] enter [redacted].

At approximately 8:05 PM, SA [redacted] stepped outside of [redacted] and observed [redacted] using the public telephone [redacted]. At approximately 8:07 PM, SA [redacted] observed [redacted] hang up the telephone and walk south [redacted] SA [redacted] then entered [redacted] and took a seat.

At approximately 8:15 PM, SA [redacted] observed [redacted] exit [redacted] and out of [redacted].

At approximately 8:20 PM, SA [redacted] observed [redacted] pass through [redacted].

At approximately 8:30 PM, SA [redacted] observed [redacted] exit [redacted] approached SA [redacted] and said, "I'll be back in around a half hour". SA [redacted] then observed [redacted] exit [redacted].

At approximately 8:40 PM, SA [redacted] observed [redacted] approached SA [redacted] and said, "I have to go back upstairs". SA [redacted] accompanied [redacted] upon [redacted] entered [redacted] and SA [redacted] returned to [redacted].

At approximately 8:55 PM, SA [redacted] observed [redacted] exit [redacted] approached SA [redacted] and said, "I'll be back in about a half hour to an hour". SA [redacted] nodded and observed [redacted] exit [redacted].

Investigation on 10/25/79 at New York, New York File # NY 29-15128-589

by SA [redacted] /vat RMB Date dictated 10/25/79

NY 29-15128

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At approximately 10:00 PM, SA [] observed [] approached SA [] and said words to the effect that he had a slight problem but everything is alright and he'll need about another fifteen minutes. SA [] nodded and observed [] exit []

At approximately 10:20 PM, SA [] observed [] enter [] approached SA [] and said, [] SA [] accompanied [] whereupon the two of them entered [] produced a piece of paper out of his coat and put it on the table in the front room. Other people in the room were SA [] SA [] observed [] enter into loud conversation with [] regarding an unknown party who wanted to do the deal "one piece at a time". responded in words to the effect that it would be fine took a large amount of cash out of a briefcase and put it on a lamp table. SA [] then observed [] leave the front room and walk into []. Immediately after [] SA [] with SA [] and SA [] and placed [] under arrest.

SA [] advised both [] and [] respectively of their Constitutional rights shortly after they were placed under arrest.

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FEDERAL BUREAU OF INVESTIGATION

Date of transcription 10/31/79

On the night of [redacted]
[redacted] was transported to the office of the Federal Bureau of Investigation (FBI) at 26 Federal Plaza, by Special Agents (SAs) [redacted] and [redacted]

[redacted] following his arrest at [redacted]
[redacted] who had been advised of his rights earlier, was asked why he had been advised in a conspiracy to sell stolen securities. [redacted] said in substance that he had been suspicious about the transaction all along, but felt that he had to "take a shot" at making a large amount of money from the transaction even though he feared that he might end up in jail.

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Investigation on 10/25/79 at New York, New York File # NY 29-15128-590

by SAS [redacted] and DAC: jml Date dictated 10/31/79

FEDERAL BUREAU OF INVESTIGATION

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11/5/79

Date of transcription

On [redacted] Special Agent (SA) [redacted]
 [redacted], working in an undercover capacity accompanied
 [redacted] to [redacted]
 [redacted] 'New York City,
 to meet with [redacted] and [redacted]. The
 purpose of the meeting was for [redacted] to make a purchase of
 securities from [redacted] and [redacted].

At approximately 8:00 PM, [redacted] walked into
 [redacted] and was greeted by SA [redacted]
 who accompanied [redacted] to [redacted]
 [redacted] (SA [redacted] remained in the lobby as a
 lookout). When SA [redacted] and [redacted]
 they proceeded toward [redacted] stopping briefly while
 SA [redacted] patted down [redacted] to make sure he was not armed.
 SA [redacted] accompanied [redacted] and was
 instructed by [redacted] to wait outside while [redacted]
 and [redacted] conducted business. While standing guard outside
 the door, SA [redacted] was approached by [redacted] who
 questioned him about his presence in the hallway. SA [redacted]
 explained he was waiting for a friend and [redacted] seemed
 satisfied.

Approximately, ten to fifteen minutes later, SA [redacted]
 was summoned [redacted]
 stated there was a small problem and that SA [redacted] was to accompany
 [redacted] to [redacted] would be returning with
 [redacted] and SA [redacted] was to accompany them both [redacted]
 SA [redacted] and [redacted] then proceeded to the lobby where SA [redacted]
 rejoined SA [redacted] departed [redacted]

Approximately 15 minutes later, [redacted] re-entered
 [redacted] this time accompanied by [redacted] SA [redacted]
 joined the two and all proceeded [redacted]
 Once at [redacted] SA [redacted] and [redacted] stepped into
 a storage area where SA [redacted] patted down both men to make certain
 neither was armed. All three men then proceeded to [redacted]
 they were admitted by [redacted]
 advised [redacted] that everything was going well and that they
 would be doing business that night. He did say, however, that
 there were some snags. [redacted]

[redacted] After some brief discussion,

Investigation on 10/25/79 at New York, New York File # NY 503-10185 29-15128-591

by SA [redacted] cal Date dictated 10/30/79
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29-15128

NY 100-10125

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[redacted] gave [redacted] which [redacted] placed [redacted] in the pockets of his overcoat. [redacted] said that [redacted] would remain in the room with [redacted] and SA [redacted] as assurance that [redacted] would not take the money and not fulfill his end of the bargain. [redacted] then left the room.

During [redacted] absence, [redacted] stated to [redacted] that there was no problem as far as he and [redacted] were concerned, but the problems arose due to the "little hot-head down there" indicating out on the street.

Approximately 10 to 15 minutes after his departure, [redacted] returned. This time he was accompanied by SA [redacted] (Agent [redacted] was working in an undercover capacity), who then returned to his lookout post in the lobby. [redacted] then gave [redacted] two one million dollar New York telephone certificates. During the ensuing discussion, [redacted] indicated that the two certificates did not represent [redacted] completing his part of the deal and [redacted] said that time would not permit him to make another meet he had scheduled that night to obtain further securities. [redacted] told [redacted] that he would give him time to make the other meet. At that time, [redacted] took the certificates and money and left. [redacted] again remained behind to assure that [redacted] would return.

This time [redacted] was gone for about one and a half hours. [redacted] and [redacted] discussed prior business dealings and carried on general conversation with SA [redacted] made further reference to the fact that the problems on the deal arose from the people they (he and [redacted]) were dealing with. [redacted] assured [redacted] that he and [redacted] were doing the best they could.

Shortly before [redacted] return [redacted] SA [redacted] phoned from the lobby to say [redacted] had approached him and said that he would need an additional 15 minutes.

29-15128

NY 100-10125

He handed [redacted] returned [redacted] accompanied by SA [redacted]
[redacted] an envelope and stated,

[redacted] He indicated that everything had not gone exactly according to plan, but that the deal would still be all right. He said that his man on the street wanted to deal "one piece at a time". [redacted] said that was okay and gave [redacted] a briefcase with money in it to count.

[redacted]
and Supervisor [redacted] entered the room told [redacted] and [redacted] they were under arrest.

After [redacted] and [redacted] were searched by Bureau agents, SA [redacted] advised each man of his constitutional rights, reading from a card he had. SA [redacted] asked [redacted] why he dealt with SA [redacted] and [redacted] was suspicious of them (as he had previously indicated). [redacted] replied simply that when so much money is involved, "sometimes you just got to take chances". [redacted] also stated to SA [redacted] that [redacted] was just "small popcorn" in this deal, indicating that there were higher people involved. [redacted] however, refused to elaborate on who these people were and stated that he could not say anything else at this time.

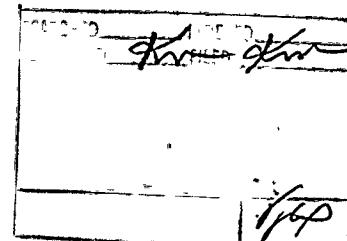
UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

-----X
UNITED STATES OF AMERICA, :
-v- : ORDER
MICHAEL BURNETT, : 79 Cr. 471 (TPG)
Defendant. :
-----X

Having considered the application and affidavit of Raymond A. Levites, Assistant United States Attorney, and the affidavit and exhibits annexed thereto, submitted on behalf of Kidder, Peabody & Co.; it is hereby

FOUND that the original securities acquired from Kidder, Peabody & Co., Inc., hereinafter described, may be retained in the custody of the United States Attorney's Office for the Southern District of New York for its further use as evidence in a continuing investigation; and it is further

ORDERED, that the United States Attorney for the Southern District of New York be permitted to cause \$100,000.00 face value City of Valdez, Alaska, Marine Terminal Revenue bonds, 6.05%, due August 15, 2007, bearing certificate numbers 23530; 23535/38; 23540/41; 26836/46; 26926/27, to be made available by agents of the F.B.I., to the Morgan Guaranty Trust Company, as transfer agent, for the purpose of having the bonds cancelled of record, and it is further



ORDERED, that after said bonds shall have been cancelled, they shall be returned to the custody of the United States Attorney's Office for the Southern District of New York.

/s/ MILTON R. JACK
UNITED STATES DISTRICT JUDGE

Dated: New York, New York
August 7th, 1979

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

-----x
UNITED STATES OF AMERICA, :
-v- : AFFIDAVIT
MICHAEL BURNETT, : 79 Cr. 471 (TPG)
Defendant. :
-----x

STATE OF NEW YORK) ss.:
SOUTHERN DISTRICT OF NEW YORK)

RAYMOND LEVITES, being duly sworn, deposes and
says:

1. I am an Assistant United States Attorney in
the office of Robert B. Fiske, Jr., United States Attorney
for the Southern District of New York, and, as such, am
familiar with the facts of this case. I make this
affidavit from personal knowledge and on information and
belief, and submit it in support of the Government's
application for an order permitting the Federal Bureau of
Investigation to transport certain securities subpoenaed from
Kidder, Peabody & Co., Inc., and hereinafter described, to
Morgan Guaranty Trust Company as transfer agent, to be
cancelled and then returned to the custody of the United
States Attorney's Office for the Southern District of
New York for its further use as evidence in a continuing
investigation.

2. On June 29, 1979 an Information was filed in
the United States District Court for the Southern District
of New York charging the captioned defendant, Michael
Burnett, with the unlawful transportation of stolen
securities in interstate and foreign commerce in violation
of Title 18, United States Code, Section 2314.

3. On June 29, 1979 the defendant MICHAEL BURNETT pled guilty to the aforementioned charge before the Honorable Thomas P. Griesa, United States District Judge.

4. The defendant is due to be sentenced on September 24, 1979.

5. On or about January 31, 1978, Kidder, Peabody & Co., Inc., pursuant to a subpoena, delivered \$100,000.00 face value City of Valdez, Alaska, Series B., 6.05% bonds, due August 15, 2007, bearing certificate numbers 23530; 23535/38; 23540/41; 26836/46; 26926/27, with all coupons subsequent to August 1, 1977 attached, to the New York City Police Department on behalf of the District Attorney's Office for New York County. Subsequently these bonds were acquired by the United States Attorney's Office for the Southern District of New York, when the Federal Government assumed jurisdiction in this investigation, as evidence in the above-captioned proceeding, and are presently in the custody of the United States Attorney.

6. By letter dated April 25, 1979, the attorneys representing Kidder, Peabody & Co., Inc. and its bonding company, Federal Insurance Company made formal demand on the United States Attorney's Office for the return of said bonds, or in the alternative, for permission to have the bonds cancelled so that replacement bonds may be issued while the originals are retained as evidence. They have submitted that the rights of Kidder, Peabody & Co., Inc. have already been and will be further unduly prejudiced unless the aforesaid bonds can be submitted to the transfer agent for cancellation.

7. Although the above-captioned case is drawing to a close, it appears necessary for the United States Attorney's Office for the Southern District of New York to retain the bonds in question, as evidence, in a continuing investigation which it has undertaken with reference to the actual theft of the bonds and to Burnett's co-conspirators. Accordingly, your deponent requests that an order be issued by this Court permitting the United States Attorney for the Southern District of New York to cause the subject bonds to be made available, by agents of the F.B.I., to the Morgan Guaranty Trust Company, as transfer agent. This will be done for the sole purpose of having the bonds cancelled of record, so that Kidder, Peabody & Co., Inc. can secure replacement certificates therefor, with the original bonds thereafter being returned to the custody of the United States Attorney to be retained as evidence.

8. Kidder, Peabody & Co., Inc., from whom the bonds were obtained in the first instance, has represented by an affidavit and exhibits annexed thereto, and made a part hereof, that it is the true and lawful owner of the bonds in possession of the United States Attorney.

WHEREFORE, your deponent respectfully prays that an order be made permitting the United States Attorney to deliver \$100,000.00 face value City of Valdez, Alaska, Marine Terminal Revenue bonds, 6.05%, due August 15, 2007, bearing certificate numbers 23530; 23535/38; 23540/41;

26836/46; 26926/27, to the Morgan Guaranty Trust Company, as transfer agent, for the purpose of having the bonds cancelled of record, and after said bonds shall have been cancelled, to return them to the custody of the United States Attorney's Office for the Southern District of New York.

Raymond Levites
RAYMOND A. LEVITES

Sworn to before me this
6th day of August, 1979

Maureen Egan

MAUREEN EGAN
Notary Public State of New York
No. 43-4654262
Qualified in Richmond County
Commission Expires March 30, 1981

HENDLER & MURRAY

U.S. ATTORNEY'S OFFICE

ATTORNEYS AT LAW

SUITE 9022

TWO WORLD TRADE CENTER NEW YORK, N.Y. 10048

JULY 10, 1979

J.D.L.

M. HARWORTH HENDLER
JEROME MURRAY
ARTHUR N. LAMBERT

MONROE WEISS ROBERT WANG
WILLIAM R. MAIT ROBERT F. MECHAN
MICHAEL MAILLET JOHN NOCERA
PETER G. CONTINO KENNETH W. MALAMY

TELEPHONE
(212) 775-9080

CABLE ADDRESS
HENMURLAW NEWYORK

78-2046

July 12, 1979

United States Attorney's Office
1 St. Andrews Place
New York, New York 10007

Attn. - [redacted]
Assistant United States Attorney

Re: City of Valdez, Alaska, bonds
Michael Burnett

Dear [redacted]:

In accordance with our telephone conversation of July 10, 1979, we are enclosing herewith an affidavit executed by one of the officers of Kidder, Peabody & Co., Inc., setting forth the circumstances attending the company's purchase of the City of Valdez bonds from Barclays Bank of New York, and the subsequent delivery of the bonds to the office of the District Attorney of New York County pursuant to subpoena. The affidavit is submitted to you for the purpose of your office making application to the Court for an order permitting either the United States Attorney for the Southern District of New York, or the Federal Bureau of Investigation to deliver the subject bonds to the transfer agent for cancellation so as to facilitate the issuance of new bonds to Kidder, Peabody & Co., Inc.

Inasmuch as Kidder, Peabody & Co., Inc. has been deprived of the use and possession of the bonds since January 31, 1978, we respectfully request that the aforesaid application be made without further delay. You have indicated to us that your best estimate is that such application will be made before the end of the summer, and we trust that this time frame will be adhered to.

Page 2

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United States Attorney's Office

July 12, 1979

Att. - [redacted]

Assistant United States Attorney

Please keep us closely advised as to your efforts, and should you require any additional information from our client in order to proceed, please contact us as soon as possible.

Very truly yours,

HENDLER & MURRAY



WRM:af

Enc.

cc: [redacted]

Kidder, Peabody & Co., Inc.
10 Hanover Square
New York, New York 10005

cc [redacted]

Federal Insurance Company
51 John F. Kennedy Parkway
Short Hills, New Jersey 07078

AFFIDAVIT

STATE OF NEW YORK)
: SS.:
COUNTY OF NEW YORK)

JAMES B. SWEENEY, being duly sworn deposes and says:

1. I am one of the Vice-Presidents of Kidder, Peabody & Co., Inc., and as such I am familiar with the statements contained herein from my own personal knowledge and from the books and records of Kidder, Peabody & Co., Inc. in my possession. I make this affidavit in connection with the application being made by the United States Attorney's Office for an order permitting the United States Attorney for the Southern District of New York and/or the Federal Bureau of Investigation to transport certain securities owned by Kidder, Peabody & Co., Inc., and hereinafter described, to Morgan Guaranty Trust Company as transfer agent, to be cancelled and then returned to the custody of the United States Attorney's Office for its further use.

2. On or about November 18, 1977, Barclays Bank of New York placed an order with Kidder, Peabody & Co., Inc. for the

sale of \$225,000.00 face value City of Valdez, Alaska, Marine Terminal Revenue bonds, 6.05%, due August 15, 2007. The following are the certificate numbers for the securities received by Kidder, Peabody & Co., Inc. from Barclays Bank of New York:

800; 13698; 13700/701; 126206/208; 16360; 17466/469;
22357/361; 23522/530; 23535/538; 23540/41; 26836/846;
26926/927.

3. The aforescribed bonds were delivered to Kidder, Peabody & Co., Inc. "free for examination" on the condition that payment be made on or before the settlement date of November 28, 1977. Copies of the trade confirmations, Barclays Bank of New York delivery bills, and the settlement check in payment of the bonds are annexed hereto as Exhibits "1", "2" and "3" respectively. By virtue of its purchase of the bonds heretofore described, for a valuable consideration and without notice of any adverse claim, Kidder, Peabody & Co., Inc. became a bona fide purchaser and the true and lawful owner of such bonds.

4. Thereafter a subpoena duces tecum issued on January 13, 1978 by the Office of the District Attorney for the County of New York, was served on Kidder, Peabody & Co., Inc. requiring the company to deliver certain specified City of Valdez,

Alaska, Marine Terminal Revenue bonds of the 6.05% issuance, due August 15, 2007, which had been sold by Kidder, Peabody & Co., Inc. for the account of Barclays Bank of New York on November 18, 1978. A copy of the subpoena is annexed hereto as Exhibit "4".

5. On or about January 31, 1978, Kidder, Peabody & Co., Inc. delivered \$100,000.00 face value City of Valdez, Alaska, Series B, 6.05% bonds, due August 15, 2007, bearing certificate numbers 23530; 23535/38; 23540/41; 26836/46; 26926/27, with all coupons subsequent to August 1, 1977 attached, to Detective Nick O'Connor of the Bond and Forgery Squad of the New York City Police Department, who was acting on behalf of the District Attorney's Office for New York County. A copy of the delivery ticket, and a copy of a receipt signed by Detective O'Connor are annexed hereto as Exhibits "5" and "6".

6. Your deponent has been advised by counsel that the bonds which were delivered to the District Attorney's Office for New York County, have subsequently been subpoenaed by the United States Attorney's Office for the Southern District of New York, and that the bonds are presently in the custody of the United States Attorney or the Federal Bureau of Investigation. By letter dated April 25, 1979, the attorneys representing Kidder,

Peabody & Co., Inc. and its bonding company, Federal Insurance Company, made formal demand on the United States Attorney's Office for the prompt return of the bonds, or in the alternative, for permission to have the bonds cancelled so that replacement bonds could be secured. A copy of the letter is annexed hereto as Exhibit "7".

7. By letter agreement dated August 3, 1978, between Bache Halsey Stuart Shields Incorporated and Kidder, Peabody & Co., Inc., Bache Halsey Stuart Shields Incorporated lifted the "stops" which it had earlier placed against the bonds to prevent their further negotiation and sale, so as to enable Kidder, Peabody & Co., Inc. to sell or otherwise to dispose of them. A copy of the aforesaid letter is annexed hereto as Exhibit "8".

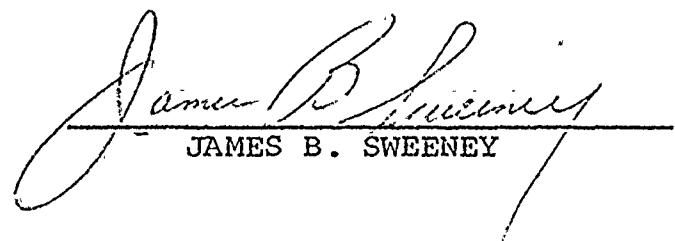
8. Your deponent has been further advised by counsel that it may become necessary for the United States Attorney's Office for the Southern District of New York to retain the bonds which that office obtained from the District Attorney's Office, New York County, for an additional investigation which it has undertaken. Kidder, Peabody & Co., Inc. has demonstrated by virtue of this affidavit and the exhibits annexed hereto that it is the true and lawful owner of the bonds in possession of the United States Attorney. Your deponent has further shown that

Kidder, Peabody & Co., Inc. has been deprived of the use and possession of the bonds and all rights incidental thereto since January 31, 1978. Accordingly, your deponent, on behalf of Kidder, Peabody & Co., Inc., requests that an order be made by this Court permitting the United States Attorney for the Southern District of New York to deliver the subject bonds to Morgan Guaranty Trust Company, as transfer agent, for the sole purpose of having the bonds cancelled of record, so that Kidder, Peabody & Co., Inc. can secure replacement certificates therefor, with the original bonds thereafter being returned to the custody of the United States Attorney.

9. It is submitted that the rights of Kidder, Peabody & Co., Inc. have already been and will be further unduly prejudiced unless the aforesaid bonds can be submitted to the transfer agent for cancellation.

WHEREFORE, your deponent respectfully requests that an order be made permitting the United States Attorney to deliver \$100,000.00 face value City of Valdez, Alaska, Marine Terminal Revenue bonds, 6.05%, due August 15, 2007, bearing certificate numbers 23530; 23535/38; 23540/41; 26836/46; 26926/27, to Morgan Guaranty Trust Company, as transfer agents, for the purpose of

having the bonds cancelled of record, together with such other
and further relief as this Court may deem just and proper.



JAMES B. SWEENEY

Sworn to on the 28 day
of June , 1979.



JOHN R. HENDERSON
Notary Public, State of New York
No. 41-6848960
Qualified in Queens County
Commission Expires March 30, 1980

Kidder, Peabody & Co.
INCORPORATED

10 HANOVER SQUARE
NEW YORK, N.Y., 10005

**WE CONFIRM THE FOLLOWING TRANSACTION THIS DAY SUBJECT
TO THE AGREEMENT STATED ON THE REVERSE SIDE HEREOF.**

**SALES PERSON'S
COPY**

	TRADE DATE
ON	11 21 77
	SETTLEMENT DATE
	11 28 77

you SQL

JALOEZ ALASKA MARINE TRM SONIC
PP PIPELN 8/13/2007 5.05EA15
TRADE OF 11/13/77

ACCOUNT NUMBER

ACCOUNT NUMBER

108 49947 070 108 49947 070

185 NUMBER

SETTLEMENT DATE

13-0090954

11 23 77

SEE REVERSE SIDE FOR
SYMBOL EXPLANATION

43K
JAN. 8040
DEC. 8040
JAN 81
MAY
DEC. SUB.
G.R. PHAR. ECA

TOTAL

PLEASE SIGN THIS CONFIRMATION
FOR INCOME TAX PURPOSES

SARCLAYS BANK OF NEW YORK
ATTN GUS FRINIZZIIS
120 BROADWAY
NEW YORK NY 10003

KIDDER PEABODY & CO., INC.
10 HANOVER SQUARE
NEW YORK N.Y. 10005

AMOUNT DUE
227.920.14

CUSIP NUMBER

190018FV

ALL REMITTANCES,
SECURITIES
MUST BE RECEIVED
BY US AT THIS
ADDRESS ON OR
BEFORE THE
SETTLEMENT DATE

3
BAILEY & DAVIS
INTERNATIONAL LIMITED 120 BROADWAY - NEW YORK, N.Y. 10005

19

BARCLAY BANK INT'L LTD
11 BAY STREET
NEW YORK, NY 10004

DOLLAR AMOUNT

\$ FREE

DELIVER TO	DESCRIPTION OF SECURITIES
KILLER PHABODY & CO. 20 HANOVER SQUARE 15TH FLOOR HEAD TRANSFER ATT: LOUIS GENETEMO	\$225,000 CITY OF VALDEZ, MARINE TERMINAL BOND (OHIO PIPE LINE CO AND BP PIPELINES PROJECT) 6.05% DUE AUG 1/2007 PAY FEB/AUG 15 SEMI-ANN ECA FEB 15/78 <u>WE ARE DELIVERING THE ABOVE BONDS FREE FOR EXAMINATION ON CONDITION YOU SEND US YOUR CHECK ON SETTLEMENT DATE</u>

THESE SECURITIES ARE DELIVERED FOR THE ACCOUNT MENTIONED AGAINST YOUR OFFICIAL CHECK FOR THE TOTAL AMOUNT OR RECEIPT SHOWN ABOVE

BROKERS AUTHORIZED SIGNATURE

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b7C

SEC 74 B BROKERS DELIVERY TICKETS

Kidder, Peabody & Co.
Incorporated

1-23
210

NEW YORK NOV 28, 1977 NO 550609

PAY TO THE BARCLAYS BANK OF NEW YORK A-C
ORDER OF BARCLAYS BANK OF NEW YORK \$ 414,211.11

\$414,211 DOLLARS 11 CENTS

Art Gordon

AUTHORIZED SIGNATURE

MORGAN GUARANTY TRUST COMPANY
OF NEW YORK

"00350609" 10210"0023" 034 2B 836" "004142111"

ANOTHER COMBINATION TO ACCOUNT
FOR WHICH I HAVE
ASSENTED. GOVERNMENT IN A
COUNTRY.

147 NO 291 1.67
PAY ANY BANK DUE
DOING TODAY'S BUSINESS

Digitized by srujanika@gmail.com

SUBPOENA DUCES TECUM FOR A WITNESS TO ATTEND THE GRAND JURY 374-5578,
IN THE NAME OF THE PEOPLE OF THE STATE OF NEW YORK
TO KIDDER PEABODY & CO.
OF NO. 20 HANOVER SQUARE,
NEW YORK, N.Y.C., 10005

YOU ARE COMMANDED TO APPEAR BEFORE THE GRAND JURY OF THE COUNTY OF NEW YORK, AT THE GRAND JURY ROOM, IN THE NINTH STORY OF THE CRIMINAL COURTS BUILDING AT 155 LEONARD STREET, BETWEEN CENTRE AND BAXTER STREETS, IN THE BOROUGH OF MANHATTAN OF THE CITY OF NEW YORK, ON THE 20th DAY OF January 1978, AT THE HOUR OF 10:00 IN THE A.M. OF THE SAME DAY, AS A WITNESS IN A CRIMINAL ACTION PROSECUTED BY THE PEOPLE OF THE STATE OF NEW YORK AGAINST

JOHN DOE (Bonds), et al

AND THAT YOU ARE DIRECTED TO BRING WITH YOU AND PRODUCE AT THE TIME AND PLACE AFORESAID, THE FOLLOWING ITEMS NOW IN YOUR CUSTODY:

Any and all of the following City of Valdez, Alaska, Marine Terminal Revenue Bonds, 6.05%, due 08/15/2007 with coupons attached:
Certificate Numbers: 799/801; 13698/701; 16206/208; 16360; 17466/469; 17485; 22357/361; 23522/530; 23535/541; 26836/846; 26926/927; 34862/899; 34900/911 @ \$5,000 each and all documents relating or referring, in whole or in part, to the abovedescribed certificates.

IF THIS SUBPOENA HAS BEEN PERSONALLY SERVED UPON YOU AND IF YOU FAIL TO ATTEND AND PRODUCE THE AFORESAID ITEMS, YOU MAY BE ADJUDGED GUILTY OF A CRIMINAL CONTEMPT OF COURT, AND LIABLE TO A FINE AND IMPRISONMENT FOR UP TO THIRTY DAYS, OR TO BE IMPOUNDED AND PUNISHED FOR CRIMINAL CONTEMPT, A CLASS A MISDEMEANOR. IF THIS SUBPOENA HAS NOT BEEN PERSONALLY SERVED UPON YOU, THE COMPLIMENT PROVISIONS HEREIN ARE INOPERATIVE.

YOU MAY MAINTAIN THE PERSONAL PRODUCTION OF THE AFOREMENTIONED RECORDS BEFORE THE GRAND JURY BY WRITING OR DELIVERING THEM TO THE OFFICE OF THE DISTRICT ATTORNEY OF NEW YORK CITY AT 155 LEONARD STREET, NEW YORK, N.Y. 10013, ATTENTION OF ASA JOHN J. REICK, JR. Rm. 717

DATED IN THE COUNTY OF NEW YORK, THE 16th DAY OF JANUARY, 1978

ROBERT M. MORGENTHAU

DISTRICT ATTORNEY, NEW YORK CITY

By: _____
When you arrive at the office of the district attorney, you will be asked to sign a document called a "Waiver of Service". This document states that you have been served with a copy of the subpoena and that you understand your rights as a witness. It also states that you have been advised of your right to remain silent and that you have been advised of your right to have an attorney present during your testimony. You will be asked to sign this document to acknowledge that you have read it and understand its contents.

I, [REDACTED], do hereby declare under oath that I have read the foregoing and fully understand its contents. I further declare under oath that I am not being compelled to appear as a witness by any threat or promise of reward. I further declare under oath that I am not being compelled to appear as a witness by any threat or promise of punishment. I further declare under oath that I am not being compelled to appear as a witness by any threat or promise of reward. I further declare under oath that I am not being compelled to appear as a witness by any threat or promise of punishment.

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b7c

Kidder, Peabody & Co.

INCORPORATED

10 Hanover Square, New York, N. Y. 10005

AVE THIS DAY DELIVERED FOR YOUR ACCOUNT

ACCT. NO.	DATE OLV'D.		1/31/78		TYPE	R/R
	REF/C	ACCOUNT				
	0 6 5	2 0 2	4 3	0		
	SETTLEMENT DATE			ORIGIN		

DELIVERED FOR YOUR ACCOUNT		SETTLEMENT DATE	ORIGIN
LOCATION NO.	ACCOUNT NAME	C.H. NUMBER	SPECIAL DELIVERY INSTRUCTIONS
QUANTITY	CUSIP NUMBER	SECURITY DESCRIPTION	NET. AMOUNT
000	919061AF8	City of Valdez, Alaska Ser B 6.05% Due 8-15-2007 Cert. No. 23530; 23535/41; 26836/46; 26926/27	Free
Signed and Accepted by <hr/>			
YOURS VERY TRULY, Kidder Peabody & Co.			
<small>PER</small>			

YOURS, VERY TRULY,
Kidder, Peabody & Co.

FCR
1

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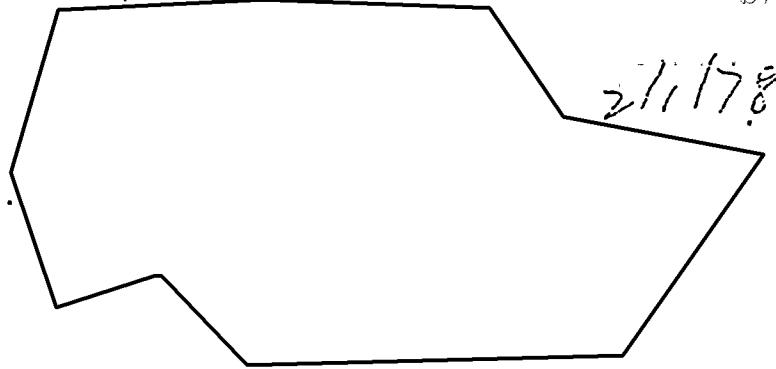
January 31, 1978

RECEIPT

This will acknowledge receipt from Kidder, Peabody & co., Incorporated
of twenty (20) separate City of Valdez, Alaska Series B 6.05% due 8-15-2007
each in principal amount of \$5000 with all coupons subsequent to August 1, 1977
attached, bearing the following certificate numbers:

23530	26839
23535	26840
23536	26841
23537	26842
23538	26843
23540	26844
23541	26845
26836	26846
26837	26926
26838	26927

b6
b7C



April 25, 1979

United States Attorney's Office
1 St. Andrews Plaza
New York, New York

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b7C

Att. [redacted]

Assistant United States Attorney

Re: City of Valdez, Alaska
Bonds

Dear [redacted]

As we advised you in our recent telephone conversations, this firm represents Kidder, Peabody & Co., Inc. and its bonding company, Federal Insurance Company. On or about November 18, 1977, Kidder, Peabody & Co. purchased from Barclay's Bank of New York, among other securities, \$225,000.00 face value City of Valdez, Alaska, bonds, Series B, 6.05%, due August 15, 2007, with all coupons subsequent to August 1, 1977 attached.

Thereafter, on or about January 31, 1978, pursuant to a subpoena issued by the Office of the District Attorney for New York County, Kidder Peabody & Co. delivered the following described bonds to the District Attorney which was conducting an investigation relative to such bonds:

City of Valdez, Alaska, Series B, 6.05%, Bonds, due August 15, 2007, bearing certificate numbers 23530, 23535, 23636, 23537, 23538, 23540, 23541, 26836, 26837, 26838, 26839, 26840, 26841, 26842, 26843, 26844, 26845, 26846, 26926, 26927, together with all coupons subsequent to August 1, 1977 attached.

We are presently holding a receipt for the subpoenaed bonds.

We understand that the District Attorney's Office of New York County has completed its investigation relative to the

Page 2

United States Attorney's Office

April 25, 1979

aforesaid securities, and that the United States Attorney's Office has now subpoenaed and will shortly obtain custody and possession of the bonds. We hereby notify you that our client, Kidder, Peabody & Co., is a bona fide purchaser of the bonds, and is the only party entitled to possession of the subject bonds.

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b7C

On behalf of our client we herewith make a formal request for the prompt return of the abovedescribed bonds. In the alternative we request that your office immediately proceed to have the original bonds cancelled with the transfer agent so that Kidder, Peabody & Co. can obtain the replacement bonds for the original securities.

You have indicated to us that the United States Attorney's Office contemplates filing an accusatory instrument relative to the subject bonds, but that it is necessary to apprehend the alleged perpetrator. You have further indicated that in the event you are unable to promptly locate said individual, that your office will file a complaint against him, which will then enable your office to have the bonds cancelled with the transfer agent, with the originals thereafter returned to you. Barring any unforeseen evidentiary problems, you have also stated that the cancellation of the above described bonds can be effected on or before the end of June 1979.

We would appreciate your confirming in writing that the aforesaid statements accurately reflect our conversations. In addition, we also ask that you keep us closely advised of all pertinent developments in this matter.

Very truly yours,

HENDLER & MURRAY

WRM:af

cc:

Bache Halsey Stuart Shields Incorporated
Bache Plaza 100 Gold Street
New York, N.Y. 10038

FBI Department

August 3, 1978

[Redacted]
Kidder, Peabody & Co.
10 Hanover Square
New York, New York 10005

Re: City of Valdez Alaska Bonds
Tennessee Valley Authority
Power Bonds

Dear [Redacted]

You have stated that on November 18, 1977 Barclays Bank of New York placed orders with your firm for the sale of \$225,000 City of Valdez, Alaska Bonds 6.05% due August 15, 2007 ("Valdez bonds") and \$200,000 Tennessee Valley Authority Bonds Series A 7% due January 1, 1997 ("TVA bonds"). You have also stated that the bonds were delivered to your firm and we understand that payment was made on November 28, 1977.

You have stated that the certificate numbers for the \$225,000 Valdez bonds were:

.800	22357/361
13698	23522/530
13700/701	23535/538
126206/208	23540/ 41
1.6360	26836/846
1.7466/469	26926/927

You have stated that the certificate numbers of the \$200,000 TVA bonds were:

AV33952/953	AV34224/225
AV33955/956	AV34258
AV33968/ 69	AV34400
AV33975/977	AV34423/ 25
AV33982/ 84	AV34590
AV34015/018	AV34887/888
AV34070	AV34901/ 02
AV34076	AV34982/ 83
AV34080	AV34985/988
AV34174	AV35017/018

Bache Halsey Stuart Shields Incorporated

[redacted]
August 3, 1978
Page 2

These bonds were in our possession and their loss by theft became known to us, in the case of the Valdez bonds, in the latter part of November 1977 and in the case of the TVA bonds, in the latter part of December 1977. We reported the lost and caused "stops" to be placed against the bonds. We gather that as a result of those "stops" you have been unable to negotiate the securities.

We will, subject to the following terms, lift the "stops" against the bonds and the attached coupons.

In consideration of our removing said "stops" you will not assert any claim against us, including but not limited to any claim for interest or as a result of the "stops" being placed against the bonds by us. In addition, we also will require your confirmation that our lifting said "stops" in no way reflects a waiver of any rights we may have against you in the event that facts are developed indicating that in connection with your handling of the bonds, you did not enjoy the status of a holder in due course or otherwise observe reasonable commercial standards. It is understood, however, that in entering into this agreement you reserve all defenses to my claim and that nothing said, or left unsaid, is or is to be deemed an admission of any liability on your part.

Please confirm the foregoing in the space provided below, provided such understanding meets with your approval.

Very truly yours,

BACHE HALSEY STUART SHIELDS
INCORPORATED

By [redacted]

The foregoing is agreed and
consented to.

KIDDER, PEABODY & CO.

B.

AFFIDAVIT OF PERSONAL SERVICE

STATE OF NEW YORK
COUNTY OF NEW YORK

} SS

being duly sworn,
deposes and says that he is employed in the office of _____
United States Attorney for
the Southern District of New York, attorney for the
herein.

That on the _____ day of _____, 19 ____, he did serve a true copy of
the hereto annexed _____

on the office of _____
attorney for the _____ herein, located at _____

Borough of _____, City of New York, by leaving a true copy of the same with
the person in charge of said office, there being no one present who was authorized to give an admission
of service.

Sworn to before me this

_____ day of _____, 19 _____

AFFIDAVIT OF MAILING

STATE OF NEW YORK
COUNTY OF NEW YORK

} SS

being duly sworn,
deposes and says that he is employed in the office of the United States Attorney for the Southern
District of New York.

That on the _____ day of _____, 19 ____, he served a copy of the within
by placing the same in a properly franked envelope addressed to: _____

And deponent further says that he sealed the said envelope and placed the same in the mail chute
drop for mailing in One St. Andrews Plaza, Borough of Manhattan, City of New York 10007.

Sworn to before me this

_____ day of _____, 19 _____

You will please take notice that a _____
of which the within is a copy, was this day
duly entered in the within entitled action,
in the office of the Clerk of this Court.

Dated, N. Y., _____, 19_____

Yours, etc.,

United States Attorney
Attorney for _____

To

United States District Court

SOUTHERN DISTRICT OF NEW YORK

UNITED STATES OF AMERICA

-v-

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b7C

MICHAEL BURNETT,

Defendant.

Attorney for _____

Sir:

Please take notice that the within _____
will be presented for settlement and sig-
nature to the Honorable _____
United States District Judge, at the office of
the Clerk, United States Courthouse, Foley
Square, Borough of Manhattan, City of New
York, on the _____ day of _____, 19_____, at
10:30 o'clock in the _____ noon or as soon
thereafter as counsel can be heard.

Cted, N. Y., _____, 19_____

Yours, etc.,

United States Attorney
Attorney for _____

To

New York, _____, 19_____

Attorney for _____

To

Attorney for _____

Attorney for _____

ORDER & AFFIDAVIT

ROBERT B. FISKE, JR.

AUSA [redacted] United States Attorney
7-1152 Attorney for SDNY

Due service of a copy of the within is here-
by admitted.

New York, _____, 19_____

Attorney for _____

Attorney for _____

FPI-NAR-5-15-78

FBI

TRANSMIT VIA:

Teletype
 Facsimile

PRECEDENCE:

Immediate
 Priority
 Routine

CLASSIFICATION:

TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 11/19/79

FM NEW YORK (29-15128) (P) (M-2)

corrected

TO DIRECTOR (29-85152) IMMEDIATE

ONE

BT

b6
b7C

U N C L A S

[REDACTED] ET AL; BF & E; ITSP (A); OO: NEW YORK.

RENYTEL TO BUREAU, DATED OCTOBER 19, 1979, BUREAU AIRTEL
 TO NEW YORK, DATED OCTOBER 21, 1979.

AUTHORIZATION IS REQUESTED FOR [REDACTED]

b6
b7C
b7D
b7E

[REDACTED] ELECTRONIC DEVICE ON [REDACTED]

~~ALSO, A RENEWAL OF AUTHORITY IS REQUESTED~~~~REGARDING [REDACTED] PURPOSE IS TO MONITOR AND/OR RECORD~~

[REDACTED]

FOR INFORMATION OF THE BUREAU, ON [REDACTED]

[REDACTED] AKA, [REDACTED] DELIVERED TO [REDACTED]

[REDACTED] ORIGINAL SAMPLES OF TWO BEARER BONDS CERTIFICATES EACH

IN THE AMOUNT OF \$5,000.00. ONE CERTIFICATE WAS A STATE OF
 OREGON, OREGON VETERANS WELFARE BOND, SERIES LII, SERIAL NUMBER

1-NEW YORK
 1-SUPERVISOR # M-2
 1-PROGRAM MANAGER, ADIC

29-15128-592

GAM:mehm M
 (3)
 Approved: W/JP

Transmitted HA 1905
 (Number) (Time)

SERIALIZED	FILED
NOV 20 1979	
FBI	NEW YORK
[REDACTED]	

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b7C

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date _____

PAGE TWO U N C L A S

750234, FOUR AND ONE HALF PERCENT, MATURITY DATE OCTOBER 15, 1987, AND A FAIRFAX COUNTY WATER AUTHORITY BOND, SERIAL NUMBER 3082, 6.6 PERCENT, MATURITY DATE JANUARY 1, 2018. NCIC REFLECTS NO RECORD OF PRIOR ENTRY.

[REDACTED] ADVISED [REDACTED] THAT [REDACTED] SHOULD CHECK OUT THESE BONDS TO INSURE THAT THEY ARE "COLD" AND SET UP A MEETING WITH [REDACTED] FOR THE WEEK OF [REDACTED]

FOR ADDITIONAL INFORMATION, NYO IS IN THE PROCESS OF DISCREETLY DETERMINING THE SOURCE OF THESE SECURITIES.

IT IS NOTED THAT TO DATE, NYO HAS HAD SUBSTANTIAL SUCCESS IN UTILIZATION OF THE BODY RECORDER IN CONNECTION WITH

[REDACTED] IN A RELATED ASPECT OF CAPTIONED MATTER, THREE ARRESTS, THREE INDICTMENTS, AND A RECOVERY OF \$5,580,000.00 WORTH OF STOLEN SECURITIES WERE ACCOMPLISHED IN [REDACTED] TRIAL DATE ON THIS ASPECT HAS BEEN SET FOR [REDACTED] AND AUSA [REDACTED] SDNY, HAS ADVISED THAT THE RECORDED CONVER-

SATIONS OBTAINED IN THIS AREA WILL PLAY AN INTEGRAL ROLE IN THE

b6
b7C
b7D
b7E

Approved: _____

Transmitted _____
(Number) (Time)

Per _____

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date _____

PAGE THREE U N C L A S

SUCCESSFUL PROSECUTION OF SUBJECTS

 AN b6
b7C

INASMUCH AS ADDITIONAL MEETINGS AND DISCUSSIONS ARE
ANTICIPATED TO OCCUR IN WHICH SUBJECT IS TARGETED
IT IS REQUESTED THAT AN EXTENSION BE OBTAINED REGARDING
AUTHORITY TO UTILIZE A BODY RECORDER

A RENEWAL OF AUTHORITY BE OBTAINED REGARDING AUTHORIZATION TO
UTILIZE A BODY RECORDER

b6
b7C
b7D

MEETINGS ARE ANTICIPATED TO OCCUR DURING THE WEEK OF

BT

#

Approved: _____ Transmitted _____ Per _____
(_____) (Number) (Time)

AFFIDAVIT OF PERSONAL SERVICE

STATE OF NEW YORK } SS
COUNTY OF NEW YORK }

being duly sworn,
deposes and says that he is employed in the office of _____
United States Attorney for
the Southern District of New York, attorney for the _____
herein.

That on the _____ day of _____, 19_____, he did serve a true copy of
the hereto annexed _____

on the office of _____
attorney for the _____ herein, located at _____

Borough of _____, City of New York, by leaving a true copy of the same with
the person in charge of said office, there being no one present who was authorized to give an admission
of service.

Sworn to before me this
_____ day of _____, 19_____

AFFIDAVIT OF MAILING

STATE OF NEW YORK } SS
COUNTY OF NEW YORK }

being duly sworn,
deposes and says that he is employed in the office of the United States Attorney for the Southern
District of New York.

That on the _____ day of _____, 19_____, he served a copy of the within
by placing the same in a properly franked envelope addressed to: _____

And deponent further says that he sealed the said envelope and placed the same in the mail chute
drop for mailing in One St. Andrews Plaza, Borough of Manhattan, City of New York 10007.

Sworn to before me this
_____ day of _____, 19_____

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 11/21/79b6
b7C
b7D

On [redacted] was interviewed at Federal Bureau of Investigation (FBI), New York, regarding a meeting he had earlier that day with [redacted] also known as (aka) [redacted] advised as follows:

[redacted] stated that he met [redacted] on Canal Street, between Mulberry Street and Mott Street. [redacted] was waiting for him in the alcove of the shoe store in that vicinity. It was approximately 1 p.m..

[redacted] stated that [redacted] and he proceeded west on Canal Street to Mulberry and entered a coffee shop on the corner of Mulberry Street across from Ferrara's Bakery.

[redacted] stated that shortly after seating themselves, [redacted] gave him a bag containing samples of two stolen securities. [redacted] furnished these securities to Special Agent [redacted]. These securities are identified as follows:

One Bearer Bond of the Fairfax County Water Authority; Gross Amount \$5,000; 6.6% due, 2018; Serial Number 3082. One Bearer Bond of State of Oregon; Oregon Veterans Welfare Bond; Series LII; Gross Amount \$5,000; 4½% due, 1987; Serial Number 750234.

[redacted] advised that he was then told by [redacted] that [redacted] was in possession of over \$2,000,000 worth of these securities. [redacted] stated that [redacted]

[redacted] advised that [redacted] first pressed [redacted] to know by Monday what it was [redacted] wanted to do. [redacted] stated that he then told [redacted] that [redacted] needed at least five days to check out the securities to insure that they were unreported. [redacted] then told [redacted] would get back to him by [redacted] at which time a meet would be arranged with [redacted]

Investigation on 11/16/79 at New York, New York File # NY 29-15128-595

b6
b7C

by SA [redacted] /mvw Date dictated 11/19/79

MORGAN GUARANTY TRUST COMPANY
OF NEW YORK

30 WEST BROADWAY, NEW YORK, N. Y. 10015

New York Oct. 25, 1979

CORPORATE TRUST DEPARTMENT

IN REPLYING PLEASE REFER TO

Mr. Neil J. Welch, Ass't. Director
Federal Bureau of Investigation
26 Federal Plaza
New York, N. Y.

Re: \$100,000 P. A. City of Valdez, Alaska,
Marine Terminal Revenue Bonds, 6.05%,
due August 15, 2007 as rep. by Ctf.
Nos. 23530, 23535/38, 23540/41,
26836/46 and 26926/27 @ \$5,000 P.A.
Each and having Coupons due 2/1/78
And S/C/A

Dear Sirs:

In accordance with United States District Court Southern
District of New York Order #79 Cr. 471, we hand you herewith the
above subject securities in cancelled form.

When the securities have served their purpose as evidenced
in your investigation, the securities should be returned to us for
retirement.

As receipt for our files kindly sign and return the duplicate
copy of this letter.

Yours very truly,



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b7C

29-15128-596

SEARCHED	INDEXED
SERIALIZED	FILED
NOV 26 1979	
FBI - NEW YORK	
<i>[Signature]</i>	

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Memorandum

to : SAC, Div 2 (29-15128)

DATE: 11/27/79

FROM : SA [redacted]

SUBJECT: [redacted]

et al.

BF+E ; ITSP (A)

OO: NY

b6
b7C

For administrative facility it
is requested that a sub-file be opened
(labelled 29-15128 sub-A) which will contain
all internal investigation at Bradford, Inc.,
2 Broadway, NY, NY.

29-15128-597

SEARCHED	INDEXED
SERIALIZED	FILED
NOV 27 1979	
FBI - NEW YORK	
[Redacted]	
[Signature]	

[Signature]

[Signature]



14

059
Airtel

DATE: 11/27/79

To: ADIC, New York (29-15128) (M-2)
From: Director, FBI (29-85152)

[redacted]
b6
b7C

ET AL;
BF&E; ITSP (A)
OO: NEW YORK

ReNYtel to the Director, 11/19/79, and Butelcal to
New York, 11/26/79.

Approval was obtained on 11/23/79 from [redacted]
[redacted] for the
use of a body recorder and/or transmitter [redacted]
[redacted]

Insure Bureau equipment is afforded appropriate
security and keep Bureau advised of pertinent developments.

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b7C
b7D
b7E

You are requested to submit a letter at the
completion of [redacted] authorizing use of the
body recorder and/or transmitter in this matter showing
whether the body recorder:

[redacted]

Comment specifically concerning any of the above
points that are applicable.

In the event it will be necessary to renew this
[redacted] request and justification should be
submitted five work days prior to termination of your
present authority.

29-15128-598

SEARCHED	INDEXED
SERIALIZED	FILED
NOV 29 1979	
FBI - NEW YORK	
[redacted]	

[redacted]

b6
b7C

Airtel to ADIC, New York
Re: [redacted]

b6
b7C

In addition, you should insure that all persons identified as having been monitored are suitably included in the field office and FBIHQ ELSUR indices commensurate with existing instructions as outlined in Bureau airtels to all offices dated April 12, 1977, June 8, 1977, and October 21, 1977, entitled "Microphone and Telephone Surveillances." Strict administrative controls must be established to insure these requirements are met.

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 11/29/79

38

FM NEW YORK (29-15128) (P) (M-2)

TO DIRECTOR (29-85152) IMMEDIATE

ATTN: [REDACTED] ROOM 5158)

b6
b7C

BT

U N C L A S

[REDACTED] ET AL; BF & E; ITSP (A); OO: NEW YORK.

REFERENCE BUREAU AIRTEL TO NEW YORK, DATED SEPTEMBER 25
 1979.

EMERGENCY AUTHORITY IS REQUESTED TO UTILIZE AN ELECTRONIC DEVICE TO MONITOR AND/OR RECORD [REDACTED]

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b7D
b7E

CAPTIONED MATTER INVOLVES MULTIPLE SECURITY THEFTS FROM VARIOUS BROKERAGE AND CLEARING HOUSES IN THE WALL STREET AREA OF NEW YORK, NEW YORK.

IN [REDACTED] INFORMATION RECEIVED FROM COOPERATING SUBJECT, [REDACTED] INDICATED THE INDICTED EXISTENCE OF AN ORGANIZED CRIME GROUP OPERATING IN MANHATTAN.

1-NEW YORK
 1-SUPERVISOR M-2
 1-PROGRAM MANAGER, ADIC

GAM:meh *WAM* M-2

(3)

Approved: *W/A*Transmitted HQ - 0121 29-15128-599
 (Number) (Time)

Per

b6
b7C

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date _____

PAGE TWO U N C L A S

THIS GROUP WAS HEADED BY AN INDIVIDUAL NAMED [REDACTED]

[REDACTED] AKA [REDACTED] FURTHER ADVISED

THAT [REDACTED] AND THAT

[REDACTED] HAD TRANSACTED BUSINESS WITH [REDACTED] THROUGH

[REDACTED] IN PREVIOUS STOLEN SECURITIES MATTERS IN [REDACTED]

FOR INFORMATION OF THE BUREAU, [REDACTED]

THROUGH COOPERATION OF [REDACTED] INCRIMINATING EVIDENCE

WAS OBTAINED AGAINST SUBJECT [REDACTED] AFTER BEING

CONFRONTED BY BUREAU AGENTS [REDACTED]

ON [REDACTED] PURSUANT TO EARLIER NEGOTIATION
BETWEEN [REDACTED] AND [REDACTED]FURNISHED [REDACTED] WITH TWO ORIGINAL SAMPLES OF ALLEGED
STOLEN SECURITIES IN THE FORM OF BEARER BONDS, WITH COUPONS
ATTACHED, EACH IN \$5,000.00 DENOMINATIONS. THE BONDS ARE
IDENTIFIED AS BEING THE FAIRFAX COUNTY WATER AUTHORITY,
CERTIFICATE NUMBER 750234, AND THE STATE OF OREGON, OREGON
VETERANS WELFARE BOND, CERTIFICATE NUMBER 3082.Approved: _____ Transmitted _____ Per _____
(Number) (Time)b6
b7C
b7D
b7Eb6
b7C
b7D

FBI

TRANSMIT VIA:

- Teletype
- Facsimile
- _____

PRECEDENCE:

- Immediate
- Priority
- Routine

CLASSIFICATION:

TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date _____

PAGE THREE U N C L A S

RECEIVED SEVERAL TELEPHONE CALLS FROM PRESSURING

TO DETERMINE FROM WHEN

WISHES TO MAKE THE PURCHASE. THIS PURCHASE WAS STATED BY

TO BE 2.0 - 2.5 MILLION DOLLARS WORTH

OF BEARER BONDS IDENTICAL TO THE SAMPLES FURNISHED. BASED
ON INFORMATION SET OUT, NYO IS CURRENTLY USING [REDACTED] FOR
A "BUY-BUST" ON [REDACTED].

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b7D
b7E

ON NOVEMBER 28, 1979, AUSA SDNY,

ADVISED THAT USE OF A BODY RECORDER BY [REDACTED] WOULD NOT

CONSTITUTE AN ENTRAPMENT SITUATION AND ADDITIONALLY APPROVED

USE OF A BODY RECORDER BY [REDACTED] WHO HAS ADVISED THAT HE

WILL SIGN NECESSARY WAIVERS AND WILL TESTIFY WHEN NECESSARY.

b6
b7C
b7D

Approved: _____ Transmitted _____ Per _____
(Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date _____

PAGE FOUR U N C L A S

ON AUGUST 24, 1979, FBIHQ FORWARDED UNITED STATES
 TREASURY CHECK NUMBER [REDACTED]

b7D
b7E

[REDACTED] THIS MONEY WILL
 BE USED IN "BUY-BUST" PREVIOUSLY MENTIONED [REDACTED]
 [REDACTED] AND WILL BE AFFORDED THE UTMOST SECURITY
 BY NYO. IT IS ANTICIPATED THAT THE "BUY-BUST" WILL OCCUR
 ON [REDACTED]

BUREAU IS REQUESTED TO TELEPHONICALLY FURNISH RESULTS
 OF REQUEST FOR EMERGENCY AUTHORITY FOR USE OF AN ELECTRONIC
 DEVICE BY [REDACTED] TO NYO SUPERVISOR [REDACTED] EXTENTION
 2806.

b6
b7C
b7D

BT

#

Approved: _____ Transmitted _____ Per _____
 (Number) (Time)

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 12/3/79

[redacted] of the Midway Hotel on 103 Horace Harding Expressway, Long Island, New York, telephone number 699-4400, furnished interviewing agents with the following copies of documents demanded under a subpoena duces tecum.

b6
b7C

1. Copies of guest registration in the name of [redacted] Registration number 099089 and 099293.
2. Long distance telephone records.
3. An American Express card number.
4. A chronological time sequence of hotel guests (several pages in length).
5. Registration cards (American Express).

Investigation on 11/29/79 at Long Island, New York File # NY 29-15128-600
 by SAS [redacted] and REE/mpc Date dictated 12/3/79
Lee mjt b6
b7C

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Memorandum

TO : SAC, NY 29-15128

DATE: 12/5/79

FROM : SA [redacted] M2

SUBJECT: [redacted] et al
B F + E 100% ny

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b7C

On 12/5/79 AUSA [redacted] requested that

Duplicates of certain tape recordings in this matter be made available to [redacted]

b6
b7C
b7D
b7E

attorney for [redacted] Pursuant to AUSA

[redacted] request Attorney [redacted] was given duplicates of certain tapes on 12/5/79 and a receipt was obtained from [redacted]

b6
b7C

Tapes given to [redacted] are as follows:

1. Tel cal to [redacted] 12/4/79 6:03 P.
2. Tel calls to [redacted] 10/10/79 at 9:05 P + 9:15 P.
3. Telcalls to [redacted] 10/24/79 at 10:10 P + 10:30 P
4. Telcalls to [redacted] 10/25/79 at 2:40 P.
5. Meeting of [redacted]

29-15128-602

SEARCHED	INDEXED
SERIALIZED	FILED
NOV 1 1979	
FBI - NEW YORK	

b6
b7C

① 29-15128
TAP / tpe

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



Airtel

DATE: December 11, 1979

To: SAC, New York (29-15128) (M-2)

From: Director, FBI

b6
b7C

[REDACTED] AND OTHERS; BANK FRAUD AND EMBEZZLEMENT;
INTERSTATE TRANSPORTATION OF STOLEN PROPERTY (A)

ReNYtel to the Director, 11/30/79, and Butelcal to New York, 11/30/79.

Approval was obtained on 12/7/79 from [REDACTED] for the use of a body recorder and/or transmitter on [REDACTED] for a period of [REDACTED] to record conversations [REDACTED]. Emergency authority was granted by FBIHQ on [REDACTED]

Insure Bureau equipment is afforded appropriate security and keep Bureau advised of pertinent developments.

b6
b7C
b7D
b7E

You are requested to submit a letter at the completion of the [REDACTED] authorizing use of the body recorder and/or transmitter in this matter showing whether the body recorder:

[REDACTED]

Comment specifically concerning any of the above points that are applicable.

1cc
to DIV A
control file

set
TICKET 4280
8

29-15128-603

JKW
M2
[REDACTED]

b6
b7C



Airtel to SAC, New York

RE: [redacted]

b6
b7C

In the event it will be necessary to renew this [redacted] request and justification should be submitted five work days prior to termination of your present authority.

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b7E

In addition, you should insure that all persons identified as having been monitored, are suitably included in the field office and FBIHQ ELSUR indices, commensurate with existing instructions as outlined in Bureau airtels to all offices dated April 12, 1977, June 8, 1977, and October 21, 1977, entitled "Microphone and Telephone Surveillances." Strict administrative controls must be established to insure these requirements are met.

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 11/5/79

On the afternoon of [redacted] SA [redacted]
 [redacted] accompanied [redacted] New York City to meet with
 [redacted] also known as (aka) [redacted] and [redacted] b6
 When SA [redacted] and [redacted] arrived at [redacted] they b7C
 were joined by [redacted] and [redacted] and [redacted] b7D
 proceeded to a table in the restaurant and SA [redacted] took a
 table about 15 feet away. b7E

After [redacted] finished eating and
 conducting business, [redacted] left the restaurant and
 SA [redacted] joined [redacted] at his table. Shortly thereafter, SA
 [redacted] and [redacted] exited [redacted] land proceeded north on 3rd
 Avenue. As they proceeded [redacted] showed
 SA [redacted] several xerox copies of bonds including Virginia
 Electric and Power Company, New York Telephone and Mc Donald's
 Corporation. These xerox copies had small pieces cut out of them.
 SA [redacted] and [redacted] entered a cab at 74th Street and 2nd Avenue
 and left the area.

Investigation on 10/25/79 at New York, New York File # NY 29-18125

by W.P.S. SA [redacted] :lwr Date dictated 10/31/79

b6
b7C

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 12/15/79**DOS**

FM. NEW YORK (29-15128) (P) (M-2)

b6
b7C

TO DIRECTOR (29-85152) ROUTINE

BT

U N C L A S

[REDACTED] ET AL BF&E; ITSP (A) OO: NEW YORK.

RENYTELEPHONE CALL TO BUREAU, DECEMBER 13, 1979.

FOR INFORMATION OF BUREAU ON [REDACTED]

[REDACTED] AKA [REDACTED] ARRESTED BY BUREAU AGENTS

WITHOUT INCIDENT.

AT TIME OF ARREST BUREAU AGENTS RECOVERED \$310,000.00 IN STOLEN BEARER SECURITIES WHICH [REDACTED] HAD IN HIS POSSESSION.

SUBSEQUENT TO PROCESSING SUBJECT WAS LODGED OVERNIGHT AT MCC, NEW YORK.

ON DECEMBER 14, 1979, COMPLAINT SWORN OUT BEFORE UNITED STATES MAGISTRATE LEONARD BERNIKOW CHARGING SUBJECT WITH VIOLATION OF TITLE 18, SECTION 371.

[REDACTED] WAS LATER ARRAIGNED BEFORE UNITED STATES MAGISTRATE

① NEW YORK
 1-SUPERVISOR M-2

GM:kcc
 (3)

b6
b7CApproved: Ned Welch/kcc Transmitted 49-1959 Per MVR/STm

(Number)

(Time)

I XEROX Made to
 NY 87-82514

FBI

TRANSMIT VIA:

- Teletype
- Facsimile
- _____

PRECEDENCE:

- Immediate
- Priority
- Routine

CLASSIFICATION:

- TOP SECRET
- SECRET
- CONFIDENTIAL
- UNCLAS E F T O
- UNCLAS

Date _____

PAGE TWO U N C L A S

BERNIKOW AND BAIL SET AT \$100,000.00 PRB AND \$10,000.00

CASH OR SURETY.

BT

#

Approved: _____ Transmitted _____ Per _____
(Number) (Time)

12/4/79
(Date)

NY, NY
(Location)

I, [redacted],
[redacted],
hereby authorize [redacted] and

Others, Special Agents of the

b6
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b7D

Federal Bureau of Investigation, United States Department of Justice, to place a

Body Recorder
 Transmitter on my person for the purpose of recording any conversations

with [redacted] and Others

which I may have on or about [redacted]
(date)

I have given this written permission to the above-named Special

Agents voluntarily and without threats or promises of any kind.

[redacted] (Signature)

esses:

b6
b7C

29-15128-606A J/FBI

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 10/29/79

[redacted] residing at [redacted]
 [redacted] telephone number [redacted] telephonically
 furnished the following information to SA [redacted] who
 [redacted] knows as a Special Agent of the FBI:

He is unable to compose a written statement of what was said between himself and [redacted] on [redacted] and requested that the FBI tape record his statement as his voice will give the emphasis where needed, something that a written statement cannot do. He was advised that the FBI normally did not record statements, but that the agent would get back in touch with him regarding this.

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[redacted] further stated that in the conversation of [redacted] with [redacted] he had lied [redacted] on, and "played it like I knew things I didn't know" in order to find out what [redacted] had done with "the other \$25,000".

b6
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b7D29-15128-607Investigation on 10/17/79 at [redacted] File # I-96-269 (NSRA)

by SA [redacted]

jc

Date dictated

10/23/79b6
b7C

FEDERAL BUREAU OF INVESTIGATION

10/16/79

Date of transcription _____

b6
b7C
b7D

[redacted] residing at [redacted]
 [redacted] telephone number [redacted] was telephonically contacted in response to a message he had left at [redacted]
 [redacted] Federal Bureau of Investigation. [redacted] stated that he wished to report that during [redacted] he had a visit from [redacted] visit was a surprise to him and the entire conversation with [redacted] during this visit took place on the driveway of his home as he did not want to admit [redacted] to the house. [redacted] furnished the following information regarding the contents of his conversation with [redacted]

[redacted] inquired as to if the Island Security Bank had filed charges against [redacted] in the grand court of the Cayman Islands. He was told that the bank had not filed any charges, however, the authorities in the Cayman Islands were aware of all the problems with the bank. [redacted] stated that SA [redacted] of the Federal Bureau of Investigation (FBI) had told his attorney, [redacted] (phonetic), that [redacted] was expected to be indicted on charges relating to stolen bonds; and that these bonds, which [redacted] had given to the M.S. Wein Company, were obtained by [redacted] as [redacted] knew from an individual named [redacted] also known as [redacted] (phonetic). [redacted] said he denied to [redacted] that he knew where [redacted] had obtained the bonds.

[redacted] went over various possibilities as to what he would tell the FBI if indicted.
 [redacted]
 [redacted]
 [redacted]
 [redacted]

b6
b7C
b7D

29-15123-608

PHILADELPHIA
196-269 (NSRA)

Investigation on _____

at _____

(telephonic)

File # _____

10/5/79

SA
SA[redacted]
[redacted]

DTK

JMD/nmn

Date dictated _____

10/12/79

b6
b7C

PH 196-269

3
[redacted] was questioned as to what [redacted] meant
by [redacted] stated that this referred
to [redacted]
[redacted]
[redacted]

In addition, during this conversation of [redacted]
[redacted] stated that [redacted]
[redacted]
[redacted]

[redacted] was requested to write down what had
transpired during the conversation between himself and
[redacted] and furnish a copy of that to the FBI. He stated
he would do so.

SA [redacted] listened to the conversation
[redacted]
[redacted]

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FEDERAL BUREAU OF INVESTIGATION

b6
b7C
b7DDate of transcription 10/16/79

called the residence of Federal Bureau of Investigation (FBI) Special Agent (SA) [redacted] on October 6, 1979. After a short discussion [redacted] SA [redacted] had previously purchased from [redacted] noted as follows:

He had tried to call SA [redacted] on October 5, 1979, as [redacted] had stopped by [redacted] on that date. (A telephone message indicating [redacted] called the Philadelphia FBI Office at 2:00 p.m. on October 5, 1979, was made for SA [redacted].

During that visit, [redacted] said [redacted] had threatened him, [redacted]. At this point, [redacted] got on a telephone extension and a three-way conversation took place. [redacted] said [redacted] had indicated to [redacted] that he was "packing a gun." He said he never was asked to explain if [redacted] had threatened her or otherwise to account for why she felt afraid. She replied there was nothing specific, only she felt the possibility of danger could not be ruled out. She added that [redacted] had talked in the yard and she watched them. This was the extent of her comments, although she remained on the line while her husband talked.

[redacted] started to relate what had transpired on October 5, 1979, between [redacted] and himself. Then [redacted] said it probably concerned SA [redacted], as mention was made [redacted] had called [redacted] at the Philadelphia FBI Office on October 5, 1979. [redacted] suggested to [redacted] he would have [redacted] get in touch with him, [redacted].

Then [redacted] started to relate the happening again. He said [redacted] had admitted to him that [redacted] knew [redacted]

b6
b7C
b7D29-15128-609Investigation on 10/6/79 at [redacted] File # 196-269 (SQ7)by SA [redacted] :kaf Date dictated 10/10/79b6
b7C

PH 196-269

the \$267,000.00 worth of securities had been stolen at the time [redacted] was working with the Island Security Bank, Grand Cayman Island, British West Indies, in negotiation with the securities. He made the point he had not heard [redacted] say anything like this before, [redacted] added he had written down everything that had transpired and would give a copy to the FBI.

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[redacted] suggested [redacted] would be interested, explaining [redacted] would probably stop by and pick up [redacted] report.

[redacted] was asked to explain why he said earlier that [redacted] had threatened him and to elaborate upon the threat. He said there had been nothing said of a threatening nature; however, he had been made aware [redacted] was "packing a gun." He said this constituted a threat in his opinion.

[redacted] started to relate what had transpired on October 5, 1979, between himself and [redacted] once again. [redacted] was then told that SA [redacted] who was assigned the matter, would be in touch with [redacted] concerning whatever information he wished to furnish.

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 10/19/79

On [redacted] Special Agent (SA) [redacted] residing at [redacted] had occasion to transact some private business with [redacted] therefore, SA [redacted] visited [redacted]

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Following business, [redacted] brought up the subject of a report, which he said was in preparation concerning the visit of [redacted] on October 5, 1979. SA [redacted] suggested to that SA [redacted] would be interested in his report upon its completion, adding that SA [redacted] would be in touch with [redacted]

SA [redacted] reminded [redacted] SA [redacted] would handle any and all official business of the FBI, which affected [redacted]

b6
b7C
b7D

29-15128-610

Investigation on 10/12/79

Philadelphia
196-269

by SA [redacted]

File #

b6
b7C

/ lew.

10/16/79

Date dictated

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 10/24/79

[redacted] was telephonically contacted at telephone number [redacted] located at his residence [redacted]. After being advised of the identity of the interviewing agent, he was referred back to October 5, 1979, when he said he would write down what had transpired in a conversation between himself and [redacted] related the following:

He did not have his statement ready yet as he wanted to be sure the statement was right, as [redacted] had said "so many things".

It was his belief that [redacted] had a tape recorder on him because of the way "he turned". When "I turned, he turned". [redacted] thought that the recorder was put on [redacted] by [redacted] attorney, but could not say why the attorney would do this.

[redacted] said he would recontact the FBI when his statement was ready.

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b7Db6
b7C
b7D

Investigation on 10/12/79 at [redacted] File # 29-15128-611
 by SA [redacted] /jc Date dictated 11/18/79 b6
 b7C

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 11/7/79

telephone number [redacted] was advised that the FBI would not tape record any statements by him in regard to his conversations with [redacted] said that he would maintain his notes for possible future use.

b6
b7C
b7DInvestigation on 10/26/7929-15128-612

PHILADELPHIA

196-269(Nb6)

b7C

by: SA [redacted]

jc

Date dictated

11/1/79

UNITED STATES GOVERNMENT

memorandum

DATE: 12/13/79

REPLY TO:
ATTN OF:
CM
SUBJECT: SAC, PHILADELPHIA (196-269) (NSRA) (RUC)

b6
b7C

[redacted]
STOLEN SECURITIES VALUED AT \$228,877.23;
ITSP - SECURITIES; FBW

TO:
ADIC, NEW YORK (29-15128) (M-2)

Enclosed for New York are the original and two copies each of six FD-302's with [redacted] dated:

b6
b7C
b7D

10/5/79
10/6/79
10/12/79 (two FD-302's)
10/17/79
10/26/79

Also enclosed are three sets of agent's original notes dated 10/5/79; 10/12/79; and 10/17/79; and also notes not previously sent with FD-302's dated 5/14/79 and 3/9/79.

(2) - New York (29-15128) (Encls. 23)
(1) - Philadelphia (196-269) (NSRA)

JMD/jc
(3)

- 1* -

29-15128-613
SEARCHED INDEXED
SERIALIZED FILED
MTE 17 1979

b6
b7C

FBI-NEW YORK

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan
OPTIONAL FORM NO. 10
(REV. 7-76)
GSA FPMR (41 CFR) 101-11.6
5010-112



X AIRTEL

TO: DIRECTOR, FBI (29-85152)

FROM: ADIC, NEW YORK (29-15128)

b6
b7C

SUBJECT: [REDACTED]

ET AL
EF&E; ITSP (A);
(OO: NY)

ReBuairtel to NY, dated 8/24/79.

As per instructions in referenced airtel
the [REDACTED] was wire transferred by [REDACTED]

b6
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b7E

[REDACTED] to [REDACTED]
, Transit Number [REDACTED]
Agency Accounting Station Code [REDACTED] on 12/20/79
for credit to FBI appropriation symbol [REDACTED] for
fiscal year 1979.

2 - Bureau
1 - New York

RJS:kp
(4)

1 - Supv. M-2

KB

29-15128-614

b6
b7C

[REDACTED]

JL

JL

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 12/14/79

[redacted] was interviewed at the offices of the Federal Bureau of Investigation, 26 Federal Plaza, New York City, on [redacted] following his arrest on a charge of Interstate Transportation of Stolen Property. [redacted] was read his rights from Form FD-395. [redacted] said he understood his rights, but did not wish to sign the form. [redacted] did not furnish any information pertaining to his arrest.

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b7C

[redacted] described as follows:

Name:	[redacted]
Date of Birth:	[redacted]
Place of Birth:	New York City
Height:	[redacted] inches
Weight:	[redacted] pounds
Hair:	[redacted]
Eyes:	[redacted]
Home Address:	[redacted]
Employment:	[redacted]
Tattoos:	[redacted]
Home Telephone Number:	[redacted]
Wife:	[redacted]
Daughters:	[redacted]
Previous Arrests:	[redacted]

Investigation on 12/13/79 at New York, New York File # NY 29-15128-615by SA's [redacted] and Date dictated 12/14/79

WILLIAM A. RUZIN/DAK/v1

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

SAC (91-20677)

12/5/79

SA [redacted]

(M-2)

UNSUBS (2);
ROBBERY OF BRINKS ARMORED TRUCK,
CHASE MANHATTAN PLAZA,
NEW YORK, NY;
BR (A)
(OO:NY)

b6
b7C

[redacted]
ET AL;
BF&E
ITSP (A)
(OO:NY)
(NY 29-15128)

Over the past year, information has been developed in a specific area of the case entitled " [redacted] ET AL," NY 29-15128. This information relates specifically to the involvement of [redacted] in the theft of approximately \$500,000 in securities, some of which were stolen from the Stock Clearing Corp, Inc., New York, NY, in August, 1977, which were subsequently submitted for negotiation at the Jersey City, NJ, Brokerage Firm of M. S. Wien & Co., and some of which were stolen from Bradford Trust Co. during the summer of 1977 and subsequently negotiated through an off-shore bank.

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Several government witnesses have been developed and a taped three-way conversation between [redacted] and two other subjects concerning the above mentioned theft is in possession of the NYO.

Indictments have been slow in forthcoming due to the tremendous case load of the USA, SDNY, assigned to this matter. The AUSA is also the only one who is intimately familiar with the many aspects of this case. This matter now encompasses over seven volumes of material, at least a dozen other subjects and recoveries. 29-15128-616

05/07

M-2

WORK

SERIALIZED FILED

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GAM:mc

(3)

NWZ 27

NY 91-20677

AUSA is generally interested in bringing this matter to a logical conclusion, namely trial and conviction of [redacted] as well as others, but is bogged down by the upcoming trial of [redacted] as well as other major security cases involving the NYO.

b6
b7C

Airtel

To: SAC, New York
 From: Director, FBI
 [redacted]
 OO: NEW YORK

PERSONAL ATTENTION

~~ASST. DIR~~
~~SAC 1~~
~~SAC 2~~
~~SAC 3~~
~~SAC 4~~
~~SAC, BQ~~
~~SAC, NR~~
~~SUPV.~~
~~SUPV.~~
~~SUPV.~~
~~Asst I~~
~~SSRN~~
~~Accountant~~
~~CL~~
~~SRA~~

b6
b7C

The Selective Operations Unit (SOU), Criminal Investigative Division (CID), has a continuing interest in maintaining a valid record of undercover Special Agents who are actually working in an undercover assignment. As you are aware, most operatives are assigned to an operation by the SAC from manpower within the division. SOU is in complete agreement that the SAC have the flexibility to assign manpower within his field office and takes little exception to this. The only concern is that undercover assignments must be voluntary to insure that an Agent performs in a satisfactory manner.

In this regard approximately 800 Special Agents have sent background data forms to SOU and requested to be considered for undercover assignments. FBIHQ does not insist that each and every undercover Agent assigned to an undercover operation by the SAC come from that pool, but consideration should be given to those who have expressed such interest in order that they may gain needed experience.

To assist SOU as to how many men are assigned to undercover operations and the identities of those assigned, the following information is requested for captioned case:

1. Name of field supervisor.
2. Name of contact Agent.
3. Name of case accountant.
4. True name and alias of primary undercover Agent(s).
5. True name and alias of backup Agent(s).

The above information should be submitted to FBIHQ, (Attention: Selective Operations Unit, Criminal Investigative Division, Room 5037), in a sealed envelope within ten working days from receipt of this communication.

JW-2

cc: Asac D

29-15128-617
TM TM

M-2 DEC 21 1979

FBI-NEW YORK

b6
b7C

OO

UNITED STATES GOVERNMENT

OO

100-3722
UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Memorandum

TO : SAC II (29-15128) (P)

FROM : SUPV. [REDACTED] (M-2)

SUBJECT: [REDACTED]

ET AL;
BF&E; ITSP
(OO:NY)

DATE:

9/7/79

b6
b7C

*Not primary
other - subordinate
if you can't
handle it*

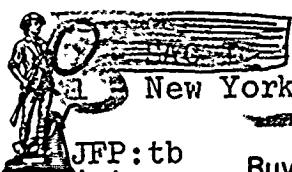
Since 8/1/79, an ongoing investigation has been conducted by Section M-2 regarding captioned matter. This investigation [REDACTED]

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Countless man-hours have been expended by FBI, NY in securing the information obtained during these meetings and telephone conversations. It should be noted critical objectives in this investigation are being reached and transcriptions are urgently needed for successful conclusion. [REDACTED]

AUSA [REDACTED] SDNY, has on several occasions made urgent requests to case agent of captioned matter for transcripts of the numerous recorded conversations. AUSA has further advised that the case, currently being actively presented to Grand Jury, is now at a "critical stage" where transcripts of the tapes are of paramount importance for plea bargaining purposes.

On numerous occasions over the past 30 days requests have been made by case agent and supervisor, M-2, that the steno pool handle these transcriptions. However, supervisors in the steno pool have advised that they are under strict orders from SACs 1 and 2 that only material related to the TUM-CON operation should be allowed to be submitted for transcription.



I - SAC F

JFP:tb
(3)

Buy U.S. Savings Bonds Regularly on the Payroll Savin

09-15128-617A

SEARCHED	INDEXED
SERIALIZED	FILED
DEC 1 1979	
FBI - NEW YORK	

b6
b7C

NY 29-15128

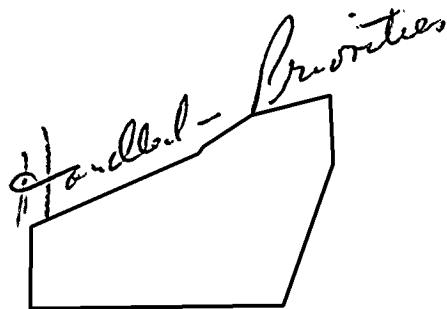
This has been the situation to date.

On 9/6/79, supervisor, M-2, was advised that even after completion of the TUM-CON work priority will not be given to transcription work related to captioned matter because of a new office special being handled by Supv.

Due to the urgent need to obtain transcripts re captioned investigation it is requested that the steno pool be allowed to transcribe tapes submitted by Section M-2 for this case. There are approximately 20 hours of taped conversations.

b6
b7C

Addendum SAC II JG.
This matter should be given priority attention by Steno pool.



12/4/79
(Date)

NY, NY
(Location)

I, [redacted] (Name)

[redacted], hereby

authorize [redacted] and

OTHERS, Special Agents of the

Federal Bureau of Investigation, United States Department of Justice, to install a

b6
b7C
b7D

recording device on a telephone located at NY, NY
(Location)

for the purpose of recording any conversation I may have on that telephone with

[redacted] on or about [redacted].
(Name or Subject(s)) Date,

I have given this written permission to the above-named Special
Agents voluntarily, and without threats or promises of any kind.

(Signature)

b6
b7C

29-15122-617B
DOJ/FBI

DIRECTOR, FBI
(ATTN: SELECTIVE OPERATIONS
UNIT, CRIMINAL INVESTIGATIVE DIVISION, ROOM 5037)

ADIC, NEW YORK (29-15128) (P) (M-2)

b6
b7C

[REDACTED]
ET AL
BF&E
(OO:NY)

ReBuairtel to NY, dated 12/18/79.

Referenced Bureau airtel requests information as to Undercover Agent(s) who were assigned to captioned matter. This information is set forth below in question/answer form:

Question #1. Name of field supervisor.

Answer [REDACTED]

Question #2. Name of contact Agent.

Answer (SA) [REDACTED]

Question #3. Name of case accountant.

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b7E

Answer (SA) [REDACTED]

Question #4. True name and alias of primary Undercover Agent(s).

Answer [REDACTED]

Question #5. True name and alias of backup Agent(s).

Answer [REDACTED]

2 - Bureau
I New York

TAP:cmw
(3)

CMW
JAN

NJW/JR
29-15128-618
Kot
Jew
Asay
JAC
Jew

b6
b7C

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Memorandum

TO : SAC NYO II

FROM : SA [redacted] (M-14)

SUBJECT: [redacted]

DATE: 12/25/79

b6
b7C

BREACH OF OFFICE SECURITY
12/25/79, 8:14PM

Attached for delivery to SA [redacted] (M-1) is one manila envelope addressed to SA [redacted] and recovered from the reception area.

At approximately 8:14pm on 12/25/79 captioned individual was observed in the elevator area of the 28th floor of the NYO via CCTV. He was seen by this writer and SA [redacted] as he reentered the down elevator. A few moments later he was seen again accompanied by two GSA security guards in the same area.

On the 28th floor this writer spoke with GSA Mobile Response Supervisor, Cpl. [redacted] and captioned individual. Cpl. [redacted] advised that there had been a misunderstanding by the GSA guard on the first floor who had thought [redacted] said he was an FBI agent. [redacted] explained that he told the guard he was going to the FBI space to deliver an envelope. On the 28th floor, [redacted] stated that he placed an envelope under the door to the reception area addressed to [redacted]

b6
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[redacted] produced a NYS driver's license which gave his address as [redacted]. He stated he now resided [redacted] phone [redacted]. His DOB is [redacted]

SA [redacted] advised that he recognized [redacted] from a previous Grand Jury encounter and was aware of [redacted] co-operation with SA [redacted]

The above is for the information of the SAC and no specific recommendation is made.

- 1- SAC I (office security)
1- SA [redacted] (M-1)
(3)

12/27/79
Review with [redacted] to discuss this
W-2

29-15128-619A

SEARCHED	INDEXED
SERIALIZED	FILED
DEC 27 1979	
FBI - NEW YORK	

b6
b7C

PAIN
WEBBER
JACKSON
& CURTIS
INCORPORATED

Established 1879 Members New York Stock Exchange, Inc. and other Principal Exchanges
25 Broad Street, New York, N.Y. 10004 (212) 437-2121

December 24, 1979

[redacted]
Assistant United States Attorney
Southern District of New York
United States Court House
Foley Square
New York, New York

b6
b7C

Re: Stolen Bonds: Virginia Electric & Power Co., 1st Refunding
Mortgage Bonds, Series EE, 11%, Due 7/1/94,
Bond Numbers: EE 21265 for \$5,000
EE 18902 for \$1,000
EE 18777 for \$24,000

All Registered Name of Paine, Webber, Jackson & Curtis, Inc.

Dear [redacted]:

On October 26, 1979, I was advised by the New York Office of the Federal Bureau of Investigation that the above captioned bearer bonds were recovered, along with other stolen items, in the trunk of an automobile, which automobile was connected with the official investigation.

The above captioned bonds, along with two additional bonds, namely the Virginia Electric & Power Co., 1st Mortgage Bonds, Series 1979, 10-1/4%, due 4/1/2009, Bond Numbers 6118 and 6119, each for \$25,000, for a total of \$50,000, both registered in the name of First Boston Corp., made up a delivery from Paine, Webber, Jackson & Curtis, Inc., 25 Broad Street, New York, N. Y., delivered to the National Securities Clearing Corp. on the afternoon of October 19, 1979. These items were deposited at the National Securities Clearing Corp. by the Paine, Webber, Jackson & Curtis, Inc. messenger and a receipt obtained. However, all of the above-described bonds did not reach their destination, namely the Chase Manhattan Bank transfer representative which was Bradford Securities. It appears that the securities disappeared after delivery to the National Securities Clearing Corp. and part of them, namely the \$30,000 of bonds registered in the name of Paine, Webber, Jackson & Curtis, Inc. were recovered by the FBI.

Special Agent [redacted] advised me that the recovered \$30,000 worth of bonds were to be processed by the FBI Laboratory. The other two missing bonds for \$25,000 each have been entered into the FBI NCIC and into the SIC computer system. It is my

25-15128-619

SEARCHED	INDEXED
SERIALIZED	FILED
FBI—NEW YORK	

[Handwritten signature/initials over the stamp]

[redacted]
AUSA, SDNY

December 24, 1979

b6
b7C

understanding that based on the successful FBI investigation, arrests have taken place and that you will prosecute the violators. Since the \$30,000 of bearer bonds were recovered by the FBI, and, recognizing that you may need these items in connection with your prosecution, I am requesting that, if possible, the recovered \$30,000 worth of bearer bonds be cancelled out by the transfer agent in order that Paine Webber may receive the replacements in order to meet our trading obligation. The cancelled bonds can then be given to your office to serve as evidence in the prosecution.

May I express my sincere appreciation for your cooperation and understanding in consummating this request.

Sincerely yours,

Vice President - Security

EWB:hf

cc: Federal Bureau of Investigation
26 Federal Plaza
New York, N. Y. 10007

Attention: [redacted] Special Agent

PAIN
WEBBER
JACKSON
& CURTIS
INCORPORATED

25 Broad Street, New York, N.Y. 10004



Federal Bureau of Investigation

14-2
26 Federal Plaza

New York, New York 10007

Attention: Special Agent

b6
b7C

INSTRUCTIONS

1. This form may be submitted in legible hand-printing.
2. Use separate form for each individual on whom record is requested.
3. Make effort to furnish FBI identification number, law enforcement identification number, or military service number.
4. Furnish descriptive data and fingerprint classification only when FBI number not available.
5. Indicate office for reply in lower right corner only. Also list in lower right corner all offices which should receive copies of available records. Include carbon of FD-9 for each office receiving copies and forward with original to Bureau.
6. Do not fill in block in lower left corner.

To: DIRECTOR, FBI

Attention: Identification Division

Date

1/30/80

b6
b7C

Re

et al

Field File No. 29-15128

Furnish The Known Identification Record of the Following:

Name

2-7-80
68 Blk

FBI No.

Other No.

Aliases

Sex M	Race W	Birth Date	Birthplace	Residence		
Height	Weight	Build	Hair	Eyes	Complexion	Age

Fingerprint Classification

Scars, marks and tattoos

Also Furnish:

- Photo
 Fingerprints
 Handwriting Specimens

Identification Division's Reply

On basis of information furnished, unable to identify:

- Criminal Files Civil Files All Files
 Record Attached
 Photo Attached
 Photo Not Available
 Fingerprints Attached
 Handwriting Specimen Attached

Return Reply to:

SAC, New York, Div. II
Sect. m-2 29-15128

6192

Send Co	SEARCHED	INDEXED
	SERIALIZED	FILED
FEB 19 1980		
FBI-NEW YORK		

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

- PRECEDENCE:
 Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 12/31/79

FM NEW YORK (29-15128) (P) (M-2)

TO DIRECTOR (29-85152) ROUTINE

BT

UNCLAS

b6
b7C

[REDACTED] ET AL; BF&E; ITSP; OO:NY.

RENYTEL TO THE BUREAU, DATED NOVEMBER 3, 1979.

FOR INFORMATION OF THE BUREAU, ON [REDACTED]

[REDACTED] WAS CONVICTED ON ALL THREE COUNTS CHARGED BY A JURY IN UNITED STATES DISTRICT COURT, SOUTHERN DISTRICT OF NEW YORK, AFTER A SEVEN DAY TRIAL. [REDACTED] WAS CONVICTED VIOLATION OF ONE COUNT USC, TITLE 18, SECTION 371, CONSPIRACY, ONE COUNT USC, TITLE 18, SECTION 2113 (C), POSSESSION OF STOLEN BANK PROPERTY, AND ONE COUNT USC, TITLE 18, SECTION 924, CARRYING A LOADED FIREARM DURING THE COMMISSION OF A FEDERAL FELONY. IMMEDIATELY AFTER THE VERDICT WAS ENTERED, [REDACTED] WAS REMANDED BY JUDGE SAND, UNITED STATES DISTRICT JUDGE, SOUTHERN DISTRICT OF NEW YORK; SENTENCING SCHEDULED FOR

- 1 - NEW YORK
 1 - SUPV. M-2
 1 - PROGRAM MANAGER

GAM:cmw
 (3)

cmw
 M-2

29-15128-620
 gm fm

Approved: W.H. Transmitted HQ-116052 Per BAR
 (Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date _____

PAGE TWO UNCLAS

b6
b7C

[REDACTED] IS CURRENTLY LODGED AT THE
 METROPOLITAN CORRECTIONAL CENTER, NEW YORK, NEW YORK.

FOR ADDITIONAL INFORMATION OF THE BUREAU, ON [REDACTED]

[REDACTED] ENTERED GUILTY PLEAS BEFORE
 JUDGE SAND. [REDACTED] PLED GUILTY TO ONE COUNT OF USC, TITLE 18,
 SECTION 371, CONSPIRACY AND ALLOCUTED TO AN ITSP CHARGE IN
 CONNECTION WITH THE THEFT OF \$1.5 MILLION IN SECURITIES IN
 1977 FROM BACHE, HALSEY, STUART, AND SHIELDS, NEW YORK,
 NEW YORK.

[REDACTED] PLED GUILTY TO ONE COUNT FOR VIOLATION OF
 TITLE 18, SECTION 2113 AND ALSO ALLOCUTED TO THE SAME ITSP
 CHARGE AS [REDACTED]

SENTENCING FOR [REDACTED] HAS BEEN SCHEDULED
 FOR [REDACTED] AND [REDACTED] RESPECTIVELY.

INVESTIGATION CONTINUING.

BT

#

Approved: _____ Transmitted _____ Per _____
 (Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

- PRECEDENCE:
 Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 1/1/80 12/31/79

FM NEW YORK (29-15128) (P) (M-2)
TO WASHINGTON FIELD IMMEDIATE PRIORITY

BT

UNCLAS

[REDACTED] ET AL; BF&E; ITSP (A); OO:NY.
Re NY recall to WFO 12/31/79
FOR INFORMATION OF WASHINGTON FIELD, ON [REDACTED]

[REDACTED] PLED GUILTY IN CAPTIONED/IN UNITED STATES DISTRICT COURT, SOUTHERN DISTRICT OF NEW YORK.

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b7C

AS A CONDITION TO GRANTING HIS BAIL APPLICATION, JUDGE LEONARD SAND, UNITED STATES DISTRICT JUDGE, SOUTHERN DISTRICT OF NEW YORK, REQUIRED [REDACTED] TO SWEAR UNDER OATH THAT HE HAD LOST HIS PASSPORT AND THAT NEVER, AT ANY TIME, DID HE POSSESS A PASSPORT IN ANY OTHER NAME.

ON DECEMBER 27, 1979, INFORMATION WAS RECEIVED BY FBI, NEW YORK, THAT [REDACTED] HAD PERJURED HIMSELF BEFORE JUDGE SAND AND DOES, IN FACT, POSSESS A PASSPORT IN THE NAME OF [REDACTED]
[REDACTED] (PHONETIC).

① - NEW YORK
1 - SUPV. M-2
1 - PROGRAM MANAGER

GAM:cmw
(3)

CRW
m-a

29-15128-621
SEARCHED INDEXED
SERIALIZED FILED
JAN 30 1980

Approved: J. R.

Transmitted

(Number)

(Time)

Per

WF- 1728 DAP

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

- PRECEDENCE:
 Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date _____

PAGE TWO UNCLAS

[REDACTED] IS DESCRIBED AS FOLLOWS:

NAME

[REDACTED]

b6
b7C

RACE

WHITE

SEX

MALE

DOB

[REDACTED]

POB

[REDACTED]

HEIGHT

5 FEET, 10 INCHES

WEIGHT

170 POUNDS

EYES

BROWN

HAIR

BLACK

SSAN

[REDACTED]

TATTOO

[REDACTED]

RESIDENCE

[REDACTED]

[REDACTED]

WASHINGTON FIELD, AT WASHINGTON, D. C., INASMUCH AS POSSESSION OF SUCH A PASSPORT PRESENTS A SERIOUS RISK OF FLIGHT BY SUBJECT, [REDACTED] WASHINGTON FIELD IS REQUESTED TO EXPEDITIOUSLY DETERMINE FROM THE UNITED STATES DEPARTMENT OF STATE, PASSPORT OFFICE, IF IN FACT SUCH A PASSPORT EXISTS.

Approved: _____ Transmitted _____ Per _____
 (Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
- Facsimile
- _____

PRECEDENCE:

- Immediate
- Priority
- Routine

CLASSIFICATION:

- TOP SECRET
- SECRET
- CONFIDENTIAL
- UNCLAS E F T O
- UNCLAS

Date _____

PAGE THREE UNCLAS

2. NAME VARIATIONS TO BE SEARCHED ARE AS FOLLOWS:

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3. ALL POSITIVE RESULTS SHOULD BE IMMEDIATELY FORWARDED TO NEW YORK OFFICE WITH ACCOMPANYING DOCUMENTATION WHICH WILL VERIFY THE EXISTENCE OF SUCH A PASSPORT.

BT

#

Approved: _____ Transmitted _____ Per _____
(Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:
 Immediate
 Priority
 Routine

CLASSIFICATION:
 TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 1/4/80

39

FM NEW YORK (29-15128) (P) (M-2)

TO DIRECTOR (29-85152) ROUTINE

BT

UNCLAS

ET AL; BF&E; ITSP, OO: NEW YORK

b6
b7C

REBUAIRTEL TO NEW YORK, DATED DECEMBER 11, 1979,

RENEWAL OF AUTHORITY FOR IS REQUESTEDTO UTILIZE AN ELECTRONIC DEVICE TO MONITOR AND/OR b6
b7C
b7D

FOR INFORMATION OF THE BUREAU, NYO ANTICIPATES UTILIZATION OF
 IN OBTAINING INCRIMINATING EVIDENCE AGAINST ADDITIONAL
 SUBJECTS AND CO-CONSPIRATORS RELATIVE TO CAPTIONED MATTER.

 HAS INDICATED A WILLINGNESS TO CONTINUE TO AID NYO IN
 THIS ONGOING INVESTIGATION AND TO TESTIFY IN ANY RESULTING
 PROCEEDINGS.

1 - NEW YORK
 - PROGRAM MANAGER
 1 - SUPV. M-2

GAM:tb
(3)

*Note
 Del Moro's report
 we need new authority*

b6
b7C

29-15128-622

*See file*Approved: WJHTransmitted HQ 1405
(Number) (Time)

Per _____

FBI

TRANSMIT VIA:

- Teletype
- Facsimile
- _____

PRECEDENCE:

- Immediate
- Priority
- Routine

CLASSIFICATION:

- TOP SECRET
- SECRET
- CONFIDENTIAL
- UNCLAS E F T O
- UNCLAS

Date _____

PAGE TWO

NY 29-15128

UNCLAS

AUSA [REDACTED] SDNY, CONTINUES TO ADVISE THAT THERE ARE NO
ENTRAPMENT PROBLEMS.

BT

b6
b7C

#

Approved: _____ Transmitted _____ Per _____
(Number) (Time)

12/13/79

of 6

Inventory of Items Seized From Shopping Bag Located
in [redacted] vehicle:

b6
b7C

Boston & Maine Railroad \$1,000.00 # M 3041 ✓

" " M 3369

" " M 3410

" " M 29170 ✓

" " M 29171

" " M 29963 ✓

" " M 3042 ✓

" " M 3094 ✓

" " M 3189 ✓

" " M 3219 ✓

" " M 3227 ✓

" " M 3228 ✓

" " M 3256

" " M 3257

" " M 3271 ✓

Puerto Rico Aqueduct & Sewer Authority \$1,000.00 # 5225 ✓

City of Elkhart (Indiana) \$1,000.00 # 3493

" " # 3492

" " 3495

" " 29-15128-524

" " SERIALIZED INDEXED FILED

DEC 1 3 1979
FBI - NEW YORK

MGR 12/13/79 DMR 12/13/79

City of Bloomington (Indiana) \$1,000.00 # 1723 ✓
 " " # 1725

" " # 1724 ✓

Boston & Maine Railroad \$1,000.00 # M 3307
 " " # M 3340
 " " # M 3343
 " " # M 3345 ✓
 " " # M 3368 ✓

42 Boston & Maine Railroad Detached Coupons —
 Boston & Maine Railroad \$1,000.00 # M 2838 ✓
 " " # M 2817 ✓
 " " # M 2914 ✓
 " " # M 3007 ✓
 " " # M 3008 ✓

Puerto Rico Aqueduct & Sewer Authority \$1,000.00 # 5224 ✓
 " " 5223 ✓
 " " 5222 ✓
 " " 5221 ✓
 " " 5220 ✓
 " " 5219 ✓
 " " 5293 ✓
 " " 5292 ✓
 " " 5572 ✓
 " " 5807 ✓

30/6

Puerto Rico Aqueduct & Power Authority \$1,000.00 #6560 ✓
" " #6929 ✓
" " #6928 ✓
" " #6927 ✓
" " #6934 ✓
" " #6933 ✓
" " #5003 ✓
" " #6932 ✓
" " #6931 ✓
" " #6937 ✓
" " #6936 ✓
" " #6944 ✓
" " #6949 ✓
" " #6948 ✓
" " #6947 ✓
" " #6946 ✓
" " #7051 ✓
" " #7050 ✓
" " #7049 ✓
" " #7585 ✓
" " #7584 ✓
" " #7909 ✓
" " #7908 ✓
" " #8953 ✓

Hof 6

Puerto Rico Aguaaduct & Power Authority \$1,000.00 #8952 ✓
" " #8951 ✓
" " #8950 ✓
" " #9342 ✓
" " #9707 ✓
" " #9706 ✓
" " #9705 ✓
" " #9704 ✓
" " #9703 ✓
" " #9702 ✓
" " #9701 ✓
" " #9700 ✓
" " #11008 ✓
" " #9818 ✓

Fairfax County (Virginia) Water Auth. \$5,000.00 #3080 ✓

State of Ohio Higher Education Facilities \$5,000.00 #7009 ✓
" " #3081 ✓
" " #7010 ✓
" " #7011 ✓
" " #7012 ✓

Dept. of Water & Power of City of Los Angeles \$5,000.00 #4907 ✓
" " #4908 ✓
" " #4909 ✓
" " #4910 ✓

mgm 12/13/79 DR 12/13/79

5 of 6

City of Redding (California) \$5,000.00 #A325 ✓
" " #A324 ✓

" " #A326 ✓
" " #A327 ✓

Dept. of Water & Power of City of Los Angeles \$5,000.00 #3031 ✓

" " #3030 ✓
" " #3029 ✓
" " #3028 ✓

City of Baltimore (Maryland) \$5,000.00 #2344 ✓
" " #2343 ✓
" " #2342 ✓
" " #2341 ✓

State of Connecticut Water Pollution Control \$5,000.00 #2574 ✓
" " #2575 ✓
" " #2576 ✓
" " #2577 ✓

State of California, City of San Jose Redevelopment \$5,000.00 #3130 ✓
" " #3131 ✓

" " #3160 ✓
" " #3161 ✓

State of Alaska, 1977 Series B \$5,000.00 #B4919 ✓
" " #B4920 ✓
" " #B4921 ✓

6 of 6

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Riverside (Calif) Civic Center Authority \$5,000.00 #704 ✓
" " #705 ✓

"

"

"

"

Fairfax County (Virginia) Water Authority \$5,000.00 #3083 ✓

City of Fort Smith (Arkansas) \$5,000.00 #1964 ✓

"

"

"

State of Alaska 1977 Series B \$5,000.00 #34918 ✓

State of Oregon, Veterans Welfare Bond \$5,000.00 #750235 ✓

"

"

First National Bank of Elkhart Transmittal letter #11041

#11045

#11046

Independent Bankers Trust Co. Trust #1-44863

3 envelope

3 paper bags

[redacted] J.A. FBI, NY, NY 12/13/79

[redacted] J.A. FBI, NY, NY 12/13/79

mgo 12/13/79 HLR 12/13/79

CGO 024 082415

RP H& BY

DE CG

R 082415Z JAN 80

FM CHICAGO (183-854) (P) (SQUAD 2)

TO DIRECTOR ROUTINE

NEW YORK (29-15128) ROUTINE

BT

UNCLAS E F T O

JOHN PHILLIP CERONE, AKA JACK CERONE, PICO, OO: CHICAGO.

RE CHICAGO TEL TO NEW YORK NOVEMBER 19, 1979,
SAME SUBJECT.

THE PURPOSE OF THIS COMMUNICATION IS TO REQUEST
BUREAU AUTHORIZATION FOR TRAVEL OF SAS [REDACTED]

b6
b7C

AND [REDACTED] FROM CHICAGO TO NEW YORK ON MONDAY,
JANUARY 14, 1980.

BACKGROUND:

FOR INFORMATION, CHICAGO AGENTS PREVIOUSLY MET
WITH NEW YORK AGENTS [REDACTED]

b7D
b7E

[REDACTED] DISCUSSED [REDACTED]
KNOWLEDGE [REDACTED] JOHN PHILLIP CERONE.
[REDACTED]

29-15128-623

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 8 1980	
FBI - NEW YORK	

✓ [REDACTED]

✓ [REDACTED]

✓ [REDACTED]

✓ [REDACTED]

b6
b7C

SAC (91-20677)

DEC 11 1979

b6
b7c

SA [redacted] (M-11)

CHANGED (IO)
UNSUBS (4);
CHASE MANHATTAN BANK
(BRINKS ARMORED CAR)
ONE CHASE PLAZA
NEW YORK CITY
8/21/79
BR (A)
(OO:NY)

[redacted]
ET AL
ITSP (D)
(OO:NY).
(NYfile 87-81237)

[redacted]
ET AL
BF&E;
ITSP (A)
(OO:NY)
(NYfile 29-15128)

Title marked "Changed (IO)" to reflect additional two subjects, for total number as four.

Rememos on captioned cases of SA [redacted] dated 11/26/79 and of SA [redacted] dated 12/5/79.

As set forth in referenced memos, [redacted] is a subject in both the 87 and the 29 cases. [redacted] is also the number one suspect in the 91 case based upon eyewitness identification of him in the area minutes before the robbery, of his car being used as the getaway car and highly reliable informant information that [redacted] and three others did captioned robbery.

GLG: geg
(4)

gg M-11

29-15128-625

SERIALIZED	INDEXED
FILED	[initials]
J 10 1979	

[redacted]

K

09-2

[initials]

NY 91-20677

[redacted] was arrested by SAs of BQMRA on a 15 case in October, and the writer was present for interview. During interview, [redacted] was visibly shaken, and the writer advised him that this arrest was only one of many to come, but he could help himself by cooperating. The 15 case is a good case on [redacted]

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b7C

Recent informant information reveals that [redacted] does not want to go to jail and that he is upset over his recent arrest and the anticipation of further arrests [redacted]
[redacted]

b6
b7C
b7E

From full evaluation of all current information, some of which is set forth above, it is the opinion of all three case agents that the time is right to bring all possible pressure on [redacted]
[redacted]
[redacted]

Based upon conversations with SA's [redacted] and AUSA [redacted] SDNY, is handling both their cases and because of his additional case load commitment will be unable to get to these matters till well after the first of the year. It is felt this would be too late to obtain desired affects of bringing pressure on [redacted] at this critical time with arrest warrants on the 87 and 29 cases.

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It is therefore requested that SAC I contact AUSA [redacted] Chief, Criminal Division, SDNY, in effort to work out an arrangement regarding warrants on [redacted] per the 87 and 29 cases, so as to take advantage of [redacted] current situation, using it to our best interest.

VZCZCHQU668

RR CG NY

DE HQ 0131 0100543

ZNY EEEEE

R 092235Z JAN 80

FM DIRECTOR FBI

TU FBI CHICAGO (183-854) (SQ 2) ROUTINE

FBI NEW YORK (29-15128) ROUTINE

BT

UNCLAS E F T O

JOHN PHILLIP CERONE, AKA JACK CERONE; RICO, OO: CHICAGO

RE CHICAGO TELETYPE TO THE BUREAU AND NEW YORK, JANUARY 8,
1980.

BUREAU APPROVAL IS GRANTED FOR CHICAGO SPECIAL AGENTS

b6
b7C

[REDACTED] AND [REDACTED] TO TRAVEL TO NEW YORK FOR
PURPOSES DESCRIBED IN RETEL.

THIS MATTER SHOULD ALSO BE COORDINATED WITH THE ASSISTANT
UNITED STATES ATTORNEY, SDNY [REDACTED]
PRIOR TO ANY ACTION TAKEN [REDACTED]

b6
b7C
b7D
b7E

[REDACTED] FBIHQ SHOULD BE ADVISED BY TELETYPE AS TO THE RESULTS
OF THE CONFERENCE AND PROPOSED PLAN OF ACTION.

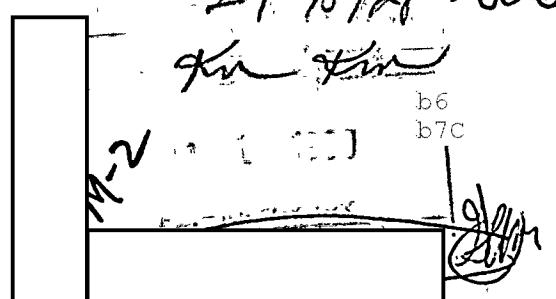
BT

0131

29-15128-626
gmc gmc

b6
b7C

gmc



FBI

TRANSMIT VIA:

- Teletype
 Facsimile
 Airtel

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 1/8/80

TO: ADIC, NEW YORK (29-15128) (M-2)
 FROM: SAC, CHICAGO (196-200) (P) (SQUAD 7)

MICHAEL RAYMOND, aka;
 FBW (A); ITSP
 OO: CHICAGO

Re New York airtel to Chicago, dated 7/6/79;
 Tampa airtel to New York, dated 9/13/79.

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For information of New York, [redacted] the AUSA to whom this matter was assigned, is no longer with the U.S. Attorney's Office, Chicago, and this case is presently in the process of being reassigned.

New York is requested to advise Chicago of the sentence Raymond received in the matter referred to in referenced New York airtel. [redacted]

b7D
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Upon receipt of the above information, Chicago will discuss this case with AUSA, Chicago.

2 - New York
 1 - Chicago
 JSR/mtd
 (3)

R.K.

29 15128-627

SEARCHED	INDEXED
SERIALIZED	FILED
M-JAN 11 1980	
FBI—NEW YORK	

[Handwritten signatures and initials over the stamp]

b6
b7C

Approved: J.S./jn Transmitted _____ Per _____
 (Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
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 UNCLAS

Date 1/11/80

49

FM NEW YORK (29-15128) (P) (M-2)

TO ~~CHICAGO~~ (183-854) PRIORITY

BT

U N C L A S

JOHN PHILLIP CERONE, AKA JACK CERONE; RICO; OO: CHICAGO

[REDACTED] ET AL: BF AND E; ITSP (A); OO: NEW YORK

RECGTELS TO NEW YORK, DATED NOVEMBER 21, 1979 AND JANUARY
 8, 1980.

FOR INFORMATION OF CHICAGO, MICHAEL BURNETT, AKA, MICHAEL RAYMOND, MYRON HERBERT SOLNET, PAUL FENTON, AND EDWARD LISKY, IS DESCRIBED AS FOLLOWS:

NAME	MICHAEL BURNETT
RACE	WHITE
SEX	MALE
DOB	JULY 21, 1929
FBI NUMBER	291498C

FOR ADDITIONAL INFORMATION OF CHICAGO, DURING THE FALL OF
 1977, BURNETT BECAME ASSOCIATED WITH [REDACTED]

- (1) NEW YORK
 - SUPERVISOR #M-2
 - PROGRAM MANAGER, ADIC
 GM:dmn
 (3) m-2

Approved: MM

Transmitted

CG
(Number)0153
(Time)

29-15128-628

SEARCHED	INDEXED
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FBI - NEW YORK	

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PRECEDENCE:

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Date

PAGE TWO U N C L A S

[REDACTED] TOGETHER, [REDACTED] AND BURNETT CONSPIRED TO DEFRAUD A GROUP OF AUSTRIANS OUT OF A SUM IN EXCESS OF ONE MILLION DOLLARS IN A FOREIGN CURRENCY TRANSACTION.

WHILE INVOLVED WITH [REDACTED] IN THE ABOVE MENTIONED TRANSACTION.

PUT BURNETT IN TOUCH WITH AN INDIVIDUAL NAMED

IN NOVEMBER, 1977 [REDACTED] DELIVERED TO BURNETT
IN THE BAHAMAS 1.5 MILLION DOLLARS IN STOLEN SECURITIES, STOLEN
EARLIER THAT YEAR FROM BACHE HALSEY STUART AND SHIELDS, NEW YORK,
NEW YORK. UPON RECEIPT OF THESE SECURITIES, BURNETT PLACED THE
SECURITIES IN SAFE DEPOSIT BOXES IN THE BAHAMAS AND IMMEDIATELY
CONTACTED [REDACTED] IN ORDER TO

DETERMINE THAT THE SECURITIES, WERE, IN FACT, COLD SECURITIES
(STOLEN BUT UNREPORTED) AS HAD BEEN GUARANTEED BY [REDACTED]

SOMETIME IN DECEMBER, 1977, AFTER BEING INFORMED BY [REDACTED]
THAT THE SECURITIES WERE IN FACT "COLD", BURNETT SUCESSFULLY
NEGOTIATED THE ENTIRE 1.5 MILLION DOLLARS IN SECURITIES FOR THE
FULL FACE VALUE.

SOMETIME IN DECEMBER, 1977, BURNETT BECAME ASSOCIATED WITH

HAD

Approved: _____ Transmitted _____ Per _____
(Number) (Time)

FBI

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- Teletype
- Facsimile
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- Immediate
- Priority
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 UNCLAS

Date

PAGE THREE U N C L A S

PLACED AN ADVERTISEMENT IN THE WALL STREET JOURNAL FOR THE SALE
OF AN OFF SHORE BANKING INSTITUTION

BURNETT PURCHASED THE BANK FROM [REDACTED] AND
IN THE COURSE OF LATER BUSINESS DEALINGS WITH [REDACTED] LEARNED THAT
[REDACTED]
HAD ACCESS TO LARGE QUANTITIES OF STOLEN SECURITIES.

IN JUNE, 1978, 1.1 MILLION DOLLARS IN SECURITIES WERE
STOLEN FROM BRADFORD TRUST COMPANY, NEW YORK, NEW YORK. LATER,
IN SEPTEMBER, 1978, THE SAME SECURITIES WERE PRESENTED TO CHEMICAL
BANK, NEW YORK, NEW YORK, FOR NEGOTIATION BY THE ALLEGED OWNER
OF THE SECURITIES, AN OFF SHORE BANKING INSTITUTION DOING BUSINESS
AS FINANCIAL SERVICES BANK LTD.

IN FEBRUARY, 1979, BURNETT WAS ARRESTED BY FBI NEW YORK AND CHARGED WITH AIDING AND BETTING FRAUD BY WIRE. THIS CHARGE WAS DIRECTLY RELATED TO BURNETT'S ACTIVITIES WITH [REDACTED] IN CONNECTION WITH [REDACTED] FOREIGN CURRENCY TRANSACTIONS. BURNETT'S BAIL WAS SET AT \$200,000.00 CASH OR SURETY AND UPON POSTING A \$200,000.00 SURETY BOND, BURNETT WAS RELEASED PENDING TRIAL IN LATE MARCH, 1979 BEFORE JUDGE WEINFELD, UNITED STATES DISTRICT JUDGE, SDNY.

IN LATE MARCH, 1979, ON THE DAY BEFORE HIS TRIAL, BURNETT JUMPED THE \$200,000.00 BOND AND BECAME A FEDERAL FUGITIVE.

Approved: _____ Transmitted _____ Per _____
(Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
- Facsimile
- _____

PRECEDENCE:

- Immediate
- Priority
- Routine

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- UNCLAS

Date _____

PAGE FOUR U N C L A S

IN MAY, 1979, BURNETT WAS RECAPTURED IN THE BAHAMAS AND SUBSEQUENTLY PLEAD GUILTY TO THE CHARGE OF AIDING AND ABETTING THE FRAUD BY WIRE. IN ADDITION, BURNETT ALSO AGREED TO PLEAD GUILTY TO ONE COUNT FOR POSSESSION OF A FRAUDULENT PASSPORT AND ONE COUNT FOR BAIL JUMPING. IN JULY, 1979, BURNETT WAS SENTENCED TO TEN YEARS IMPRISONMENT BY JUDGE WEINFELD.

IN JUNE, 1979, BURNETT ALSO AGREED TO PLEAD GUILTY TO ONE COUNT OF ITSP IN CONNECTION WITH THE ABOVE MENTIONED NEGOTIATION OF 1.5 MILLION DOLLARS IN SECURITY STOLEN FROM BASH, HALSEY, STEWARD AND SHIELDS.

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Approved: _____ Transmitted _____ Per _____
(Number) (Time)

12/18/79

To: SAC, New York
From: Director, FBI

PERSONAL ATTENTION

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OO: NEW YORK

The Selective Operations Unit (SOU), Criminal Investigative Division (CID), has a continuing interest in maintaining a valid record of undercover Special Agents who are actually working in an undercover assignment. As you are aware, most operatives are assigned to an operation by the SAC from manpower within the division. SOU is in complete agreement that the SAC have the flexibility to assign manpower within his field office and takes little exception to this. The only concern is that undercover assignments must be voluntary to insure that an Agent performs in a satisfactory manner.

In this regard approximately 800 Special Agents have sent background data forms to SOU and requested to be considered for undercover assignments. FBIHQ does not insist that each and every undercover Agent assigned to an undercover operation by the SAC come from that pool, but consideration should be given to those who have expressed such interest in order that they may gain needed experience.

To assist SOU as to how many men are assigned to undercover operations and the identities of those assigned, the following information is requested for captioned case:

1. Name of field supervisor.
2. Name of contact Agent.
3. Name of case accountant.
4. True name and alias of primary undercover Agent(s).
5. True name and alias of backup Agent(s).

The above information should be submitted to FBIHQ, (Attention: Selective Operations Unit, Criminal Investigative Division, Room 5037), in a sealed envelope within ten working days from receipt of this communication.

29-15173-629
m D

DEC 21 1979

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AirtelDATE: 1/2/80

To: ADIC, New York (29-15128)

PERSONAL ATTENTION

From: Director, FBI (29-85152)

[REDACTED]
ET AL.; BF&E; ITSP (A)
OO: NYb6
b7C

Retelcall to NY Supervisor [REDACTED] on 12/21/79.

This is to confirm [REDACTED] was wired on 12/21/79 to

Attention: [REDACTED]

[REDACTED] for pickup by SA [REDACTED]

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These funds are for captioned matter only. Voucher expenditures promptly in accordance with instructions previously furnished to you.

29-15128-630
 FILED JAN 7 1980
 M-2

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1/16/80

[REDACTED]

JAN 7 1980

NK0007 0162035

RR HQ NY

DE NK

R 162035Z JAN 80

FM NEWARK (87-30470) (P)

TO DIRECTOR (MAIL)

NEW YORK (87-80711) (ROUTINE)

BT

b6
b7C

UNCLAS

[REDACTED] AKA; IT-SP (B); OO: NEWARK.

RE NEW YORK FILES "MICHAEL RAYMOND, AKA; THEFT OF SECURITIES FROM BACHE HALSEY, STUART AND SHIELDS, NEW YORK, OCTOBER, 1977; IT-SP; OO: NEW YORK (NY 87-80711)"; AND "UNSUBS (2); THEFT OF FIVE MILLION DOLLARS WORTH OF SECURITIES, BRADFORD SECURITY, PROCESSING SECTION, 80 PINE STREET, NEW YORK, JULY 12, 1978; IT-SP; OO: NEW YORK (NY 87-30340)".

AUSA [REDACTED] NEWARK, ADVISED THAT TRIAL FOR

[REDACTED] IS SCHEDULED FOR USDC, NEWARK, ON TUESDAY,

[REDACTED] ADVISED THAT HE WILL REQUIRE TESTIMONY ON THE THEFT OF THE FOLLOWING BONDS: STATE OF OREGON BOND #768341 STOLEN FROM BRADFORD SECURITIES ON

Handled by

29-15128-631
87-80711
JAN 16 1980
FBI-NEW YORK

PAGE TWO NK 87-30470 UNCLAS

JULY, 1978; 229 DISTRICT OF COLUMBIA ARMORY BOARD STADIUM
BONDS STOLEN FROM BACHE IN OCTOBER, 1977. [REDACTED] WILL
NEED A WITNESS FROM BRADFORD SECURITIES AND FROM BACHE TO
VERIFY THE THEFT AND TO IDENTIFY THE BONDS.

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NEW YORK PREVIOUSLY ADVISED THAT [REDACTED]
BACHE, INC., NEW YORK CITY, COULD TESTIFY FOR THAT COMPANY.
NEW YORK IS REQUESTED TO RECONTACT [REDACTED] AND TO
CONTACT APPROPRIATE OFFICIALS AT BRADFORD SECURITIES FOR THE
IDENTITY OF A WITNESS TO TESTIFY FOR THAT COMPANY. IT IS
REQUESTED THAT NEWARK BE ADVISED OF THE IDENTITY OF THESE
WITNESSES AND THAT THEY IMMEDIATELY CONTACT AUSA [REDACTED]
AT 201/645-6425 TO MAKE ARRANGEMENTS FOR THEIR TESTIMONY.

BT

#

0162040 NY 1

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

1/17/80

Date

FM NEW YORK (29-15128) (P) (M-2)

TO DIRECTOR (29-85152) (ROUTINE)

BT

U N C L A S

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[REDACTED] ET AL, BF&E, ITSP, OO: NEW YORK.

REBUAIRTEL TO NEW YORK, DATED DECEMBER 11, 1979.

AUTHORIZATION IS REQUESTED TO UTILIZE AN ELECTRONIC DEVICE,

[REDACTED] TO MONITOR

AND/OR RECORD [REDACTED]

CAPTIONED MATTER INVOLVES MULTIPLE SECURITY THEFTS FROM
 VARIOUS BROKERAGE AND CLEARING HOUSES IN NEW YORK, NEW YORK.

TO DATE, THE NYO HAS MADE SIX ARRESTS AND RECOVERED FIVE MILLION
 EIGHT HUNDRED AND NINETY THOUSAND DOLLARS IN STOLEN SECURITIES
 IN THIS MATTER. FOUR SUBJECTS HAVE ENTERED GUILTY PLEAS AND ONE
 HAS BEEN CONVICTED IN US DISTRICT COURT FOR THE SOUTHERN DISTRICT
 OF NEW YORK.

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NYO INTENDS TO RECORD CONVERSATION BETWEEN [REDACTED] AND

- ① NEW YORK
 1- PROGRAM MANAGER, ADIC
 1- SUPERVISOR #M-2

29-15128-633
1-9n startTAP:hak
(3)Approved: [Signature]

Transmitted

(Number)

(Time)

Per

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FBI

TRANSMIT VIA:

- Teletype
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PRECEDENCE:

- Immediate
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 UNCLAS E F T O
 UNCLAS

Date _____

PAGE TWO U N C L A S

[REDACTED]

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NEW YORK OFFICE INTENDS TO HAVE [REDACTED] MEET WITH [REDACTED]
AND DISCUSS THE SALE OF [REDACTED]
DURING THIS DISCUSSION IT IS ANTICIPATED THAT [REDACTED] WILL MAKE
INCRIMINATING STATEMENTS TO [REDACTED]

[REDACTED] NYO INTENDS TO HAVE [REDACTED]

[REDACTED] WEAR A NEGRA BODY RECORDER DURING ALL MEETINGS WITH [REDACTED]

AUSA RAYMOND [REDACTED] SDNY, ADVISED THAT USE OF A BODY RECORDER

[REDACTED] WOULD NOT CONSTITUTE AN ENTRAPMENT SITUATION AND
ADDITIONALLY APPROVED USE OF A BODY RECORDER BY [REDACTED]
HAS
STATED THAT HE WILL SIGN THE NECESSARY WAIVERS AND WILL TESTIFY WHEN
NECESSARY.

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HAS

Approved: _____ Transmitted _____ Per _____
(_____) (_____) (_____)

FBI

TRANSMIT VIA:

- Teletype
- Facsimile
- _____

PRECEDENCE:

- Immediate
- Priority
- Routine

CLASSIFICATION:

- TOP SECRET
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- CONFIDENTIAL
- UNCLAS E F T O
- UNCLAS

Date _____

PAGE THREE U N C L A S

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ADMINISTRATIVE

REFERENCED BUREAU AIRTEL REQUEST SPECIFIC INFORMATION AS TO
USE OF A BODY RECORDER

[REDACTED] THIS INFORMATION IS SET FORTH IN QUESTION/ANSWER

FORM:

Approved: _____ Transmitted _____ Per _____
(Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
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 UNCLAS E F T O
 UNCLAS

Date 1/18/80

FM NEW YORK (29-15128) (P)

TO NEWARK (87-30470) ROUTINE

BT

U N C L A S

[REDACTED] ITSP (B), OO: NEWARK

RENKTEL TO DIRECTOR, DATED JANUARY 16, 1980.

FOR INFORMATION OF NEWARK, NEW YORK FILE 87-80711 WAS
CONSOLIDATED INTO NEW YORK FILE 29-15128. [REDACTED]

BRADFORD SECURITY WAS CONTACTED IN REGARD TO THE CASE.

HE ADVISED THAT [REDACTED] BRADFORD SECURITIES

b6
b7CPROCESSING SERVICE, 67 BROAD STREET, NEW YORK, NEW
YORK, WOULD BE THE MAN TO SUBPOENA FOR TESTIMONY.[REDACTED]
[REDACTED] ASKED WHETHER THE ACTUAL VICTIMS
OF THE HOLDUP WOULD BE NEEDED. THE NYO ADVISED THAT THEY
WOULD CONTACT HIM IF THIS WERE THE CASE.

[REDACTED] IS NO LONGER EMPLOYED AT BACHE-ALSEY.

- 1- NEW YORK
 1- SUPERVISOR # M-1
 1- PROGRAM, MANAGER, ADIC

GNP:dmn
(3)

Approved: [REDACTED]

Transmitted NK - 0222 (Number) (Time)

29-15128-634

[Signature]

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

- PRECEDENCE:
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- Immediate
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- Priority
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- Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date _____

PAGE TWO U N C L A S

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HANDLING

FORMER JOB

WOULD BE THE MAN NOW

[REDACTED] CAN BE REACHED AT
[REDACTED] THE NYO IS CURRENTLY IN CONTACT WITH BACH ALSEY
AS TO THE SPECIFIC INDIVIDUAL WHO WOULD BE QUALIFIED TO TESTIFY.
ALL PERTINENT INFORMATION WILL BE FORWARDED TO NEWARK AS SOON
AS RECEIVED BY THE NYO.

BT

#

Approved: _____ Transmitted _____ Per _____
(Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

- PRECEDENCE:
 Immediate
 Priority
 Routine

- CLASSIFICATION:
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 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 1/21/80

35

FM NEW YORK (29-151280)

TO NEWARK (87-30470) (ROUTINE)

BT

UNCLAS

[REDACTED] ITSP-B, (OO:NEWARK)

REFERENCE NEW YORK TELETYPE TO NEWARK, JANUARY 18,
 1980.

CONTACT WITH [REDACTED] SECURITY AT
 BACHE HALSEY STUART SHIELDS ADVISED THAT A SUBPOENA SHOULD
 BE ADDRESSED TO THEM, ATTENTION [REDACTED]

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[REDACTED] WILL

ENSURE A COMPETENT WITNESS FOR THE TRIAL IN NEWARK.

BT

#

1- NEW YORK
 1-SUPERVISOR (#M-2)
 1-PROGRAM MANAGER

GMP:edm
 (3)

Approved: [REDACTED]

Transmitted JK - 0334
 (Number) (Time)

29-15128-635

7-25-80
 BLM

26 Federal Plaza
New York, New York 10007
December 27, 1979

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b7E

[Redacted]
Chemical Bank of New York
Room 1264
55 Water Street
New York, New York

Dear [Redacted]:

On behalf of this Office, and the entire FBI, I wish to extend our sincerest appreciation for your cooperation in a recent successful investigation which resulted in significant savings to the public as well as several financial institutions. Supervisor [Redacted] is returning [Redacted] of Chemical Bank funds which were provided by your office and utilized in this cooperative investigative effort.

Please extend my appreciation to the officers of the bank for such strong show of support.

Sincerely,

NEIL J. WELCH
Assistant Director in Charge

Received from Supv. [Redacted]
ck # 33479 drawn on Chem. Bk - Amount [Redacted]
dtd 11/26/79 - For return of [Redacted] used
in investigating FBI

29-15128-636

For

Yellow
copy in
envelope
-A of.

P

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 1/10/80

[redacted] telephone number [redacted] was interviewed at the Federal Bureau of Investigation (FBI), New York, and advised as follows:

[redacted]
 [redacted] recalled an evening in the fall of 1977, at approximately 5:30 P.M., while [redacted] were living at [redacted] received a telephone call from [redacted] stated that he was familiar with [redacted] since he had spoken over the telephone with [redacted] previously. [redacted] knew [redacted] to be an associate of BURNETT's and had been instructed by BURNETT to take messages from [redacted] any time he called.

[redacted] advised that his apartment at [redacted] of the building with a stairway and walkway leading to his door. Below was a sizeable courtyard in which there was a public telephone.

[redacted] stated that he was told by [redacted] that [redacted] was downstairs in the courtyard on the public telephone and wanted to come up. However, because [redacted] had never met [redacted] told [redacted] to stay downstairs and [redacted] would be right down.

[redacted] advised that he immediately went down to the courtyard to meet [redacted] recalled there were two cars parked in the courtyard. One car was a white Ford Thunderbird, which was empty and which [redacted] had assumed [redacted] was driving. [redacted] could not recall the make or model of the other car, but stated that there were two other individuals in that car.

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Investigation

1/4/80

New York, New York

NY 29-15128-

File #

637

by

SA

SA

GAM:dlt

1/10/80

Date dictated

NY

Upon meeting with [redacted] in the courtyard, [redacted] told [redacted] that he had brought some people with him who wanted to speak with [redacted]. At that point, one of the two individuals in the other car exited the vehicle and approached [redacted] introducing himself to [redacted] as [redacted]. [redacted] advised that he was told by [redacted] that [redacted] represented a major New York family and that he was looking for MICHAEL BURNETT. [redacted] advised that he understood [redacted] to mean a major Mafia family in New York.

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[redacted] advised that he told [redacted] that MICHAEL BURNETT was not around but [redacted] did not believe him and wanted to search his apartment. [redacted] told [redacted] that he would not allow that and requested [redacted] to leave him alone. [redacted] then called [redacted] a "wise guy". At that point [redacted] turned to the other individual in the automobile and told that individual to shoot [redacted]. That individual started to exit the automobile. However, [redacted] then told the associate to get back into the car.

[redacted] then asked [redacted] to take them to MICHAEL BURNETT. [redacted] told [redacted] he did not know where MICHAEL BURNETT was.

Finally, [redacted] told [redacted] he would leave him alone but only if [redacted] would give him a photograph of MICHAEL BURNETT. [redacted] advised that he eventually did furnish [redacted] with a photograph. [redacted] recalled that [redacted] told him that if he [redacted] was lying [redacted] would throw a bomb though [redacted] window. [redacted] also recalled [redacted] asking him how much money he had. [redacted] told [redacted] he had about \$400.00 and [redacted] laughed.

NY

[redacted] advised that he did not recall exactly how it happened, but somehow while the above events were occurring in the courtyard, [redacted] had managed to inform [redacted] who was in the apartment, that there was trouble downstairs.

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[redacted] advised that he and [redacted] made several phone calls trying to locate MICHAEL BURNETT and among others who were contacted, [redacted] called [redacted] and [redacted] stated that eventually a friend named [redacted] called the apartment and instructed [redacted] to put [redacted] on the phone. [redacted] advised that he brought [redacted] to the door of the apartment and stretched the cord of the phone to the door. Shortly thereafter, [redacted] left stating that they would return when [redacted] arrived.

[redacted] recalled that in addition to the other information requested by [redacted] also asked him for the names and addresses of [redacted]

and [redacted]

[redacted] refused to furnish [redacted] with this information.

[redacted] advised that at approximately 9:00 P.M. [redacted] arrived with a Cuban friend named [redacted]. [redacted] advised that just prior to [redacted] arrival, [redacted] received a call from [redacted] who asked him if any of his [redacted] "people" were cruising around. [redacted] told him that they had seen some cars.

At approximately 10:00 P.M. [redacted] knocked on the door of [redacted] apartment. [redacted] answered the door with [redacted] standing behind [redacted]. When [redacted] saw [redacted] turned and went downstairs to the courtyard. [redacted] went with [redacted] to talk to [redacted]

[redacted] advised that they spoke downstairs in the courtyard for approximately one-half hour. Thereafter, all four people, that is, [redacted] and the other unknown associate of [redacted] came into the apartment and spoke in the dining room. [redacted] advised that [redacted] took [redacted] into the bedroom and [redacted] sat in the living room. [redacted] advised that the discussion in the dining room was in either Spanish

NY

b6
b7C

or Italian, and he did not understand what was said. [redacted] stated that the name [redacted] was often used, but could not say in what context it was used. He recalled that [redacted] said very little during the conversation, and at one point [redacted] even joined him in the living room and apologized for having brought these people to his home.

[redacted] advised that at approximately 12:00 midnight, [redacted] and the other unknown associate departed. [redacted] stayed for awhile afterward, and told [redacted] that everything was all right, but that [redacted] should go away for awhile. Later that evening, [redacted] arrived and helped [redacted] pack and leave. Shortly thereafter, [redacted] moved to [redacted]

[redacted] advised that he could not recall his address, but stated that it was at a [redacted]
[redacted]

[redacted] advised that sometime in January, 1978, at approximately 3:00 A.M., he received a telephone call. [redacted] recognized [redacted] voice. When [redacted] asked who it was, [redacted] said, "It's your grandmother". [redacted] advised that [redacted] said he was looking for MICHAEL BURNETT. [redacted] also said, "It looks like you're all comfy-cozy in [redacted]

[redacted] advised that at approximately 3:30 A.M., he saw a car cruise slowly through the parking lot of the complex. Then, at approximately 4:00 A.M., [redacted] received another call from [redacted] asking for MICHAEL BURNETT. [redacted] advised that [redacted] had said that [redacted] had seen [redacted] earlier looking out the window.

[redacted] advised that the following evening, he saw a car pull into his car port and observed a heavyset individual. [redacted] advised that he could not see any faces because it was dark. However, [redacted] immediately called the police. [redacted] advised that the individuals were stopped by the police and questioned. [redacted] later learned from one of the policemen that the individuals in the car were looking for [redacted]

NY

[redacted] advised that during the following day, he received a telephone call at work from [redacted]. [redacted] told him that two people had come to the door of their apartment and one had presented what appeared to be an official identification. These two individuals were looking for MICHAEL BURNETT.

[redacted] advised that shortly thereafter, at MICHAEL BURNETT's instruction, he and [redacted] moved to [redacted]

Subsequent to furnishing the above information, [redacted] was shown a photo spread consisting of eleven photographs. [redacted] identified photo number three and photo number nine (photos of [redacted] and [redacted]) [redacted] identified [redacted] with the photo of [redacted] and [redacted] as [redacted] associate.

b6
b7C

[redacted] furnished the following personal background information:

Name:
Address:

[redacted]
[redacted]

Telephone:

Male

Sex:

White

Race:

Date of Birth:

[redacted]
Six feet six inches

Place of Birth:

[redacted]
245 pounds

Height:

Blond

Weight:

Hazel

Hair:

Eyes:

29-15128-1637
DLM

00

00

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 1/10/80b6
b7c

[redacted] telephone number [redacted] was interviewed at the Federal Bureau of Investigation (FBI), New York, New York, and advised as follows:

[redacted]

[redacted] stated that one evening in October, 1977, [redacted] took a phone call at home from [redacted] told [redacted] he was alone downstairs and wanted [redacted] to come down to talk to him.

[redacted] stated that [redacted] went downstairs and was gone for about an hour. [redacted] recalled looking out the window at one point and seeing a white car parked in the courtyard below.

[redacted] stated that when [redacted] eventually returned, he was very upset and told her that there were people downstairs who had a gun and that someone had pointed a gun to his belly and had threatened him. [redacted] also told [redacted] that those people were looking for [redacted]

[redacted] recalled having made several calls to friends such as [redacted] and [redacted] asking for help.

[redacted] stated that the next thing she remembered was that [redacted] came over to the apartment and a friend of [redacted] named [redacted] stayed with her in her bedroom while the people who had threatened [redacted] spoke in the dining room with [redacted] At approximately 12:00 A.M. or 1:00 A.M.,

Investigation on 1/4/80 at New York, New York File # NY 29-15128-638
 by SA [redacted] 2AM SA [redacted] VM GAM:dlt Date dictated 1/10/80

NY

the men left. [redacted] recalled [redacted] having told [redacted] that [redacted] should never have spoken to these guys.

[redacted] recalled that one evening in January, 1978, at approximately 4:00 A.M., she and [redacted] received a call from one of those same people. She stated that at around that same time she saw what looked like a tan car in the parking lot of her complex with at least two people in it. [redacted] advised that it was dark and she could make no positive identifications.

b6
b7C

[redacted] advised that the following day, while she was alone at home, two men knocked on the door of her apartment. When she answered, one of the two men, a tall man, (approximately six feet tall), in his fifties, with full gray hair, showed her an official identification and asked her where he could find [redacted] told him she did not know. [redacted] described the other man as approximately five feet eight inches tall, in his forties, with dark hair and a thin moustache.

The following personal background information was furnished by [redacted]

Name:

[redacted]

Address:

Telephone:

Female
White

Sex:

Race:

Date of Birth:

[redacted]
Five feet two inches

Place of Birth:

[redacted]
118 pounds

Height:

Brown

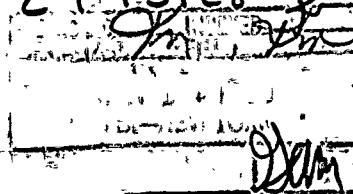
Weight:

Brown

Hair:

Eyes:

29-15128-638



QAM

RECORDED IN THE INDEX

4

8

8

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Memorandum

TO : SAC, NEW YORK (29-15128)

DATE: January 14, 1980

FROM *ATN:WSP* SAC, MIAMI (29-4093) (P)

SUBJECT: [REDACTED]

ET AL
BF&E; ITSP; FBW (A)
(OO: NY)

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 8/28/86 BY SP5 ci/jas

b6
b7C

Re Miami let to Bureau 7/26/79.

On December 22, 1979, [REDACTED]

[REDACTED] Cayman Islands Police, Grand Cayman, British West Indies, advised he has been having difficulty in securing the audit report of the Island Security Bank from Coopers Lybrand. [REDACTED] said the report and any information concerning the report could easily be obtained if [REDACTED] would direct a letter to Coopers Lybrand authorizing them to release the audit report, as well as any information concerning the report, to [REDACTED]. A copy of the letter should be directed to Superintendent [REDACTED] Cayman Islands Police, Post Office Box 909, Grand Cayman, British West Indies.

New York should consider contacting [REDACTED] to request [REDACTED] to prepare the letter suggested above.

The two Public Service Company of Oklahoma bond certificates previously made available by [REDACTED] for examination were returned to him on December 22, 1979.

LEAD

MIAMI:

AT GRAND CAYMAN, B. W. I.

Maintain contact with [REDACTED]

② - New York
1 - Miami
PRC/neb
(3)



Buy U.S. Savings Bonds Regularly on the Payroll Savings

29-15128-639

SEARCHED INDEXED SERIALIZED FILED JAN 21 1980

Airtel

DATE: January 24, 1980*CM 413*

To: SAC, New York (29-15128)
 ✓ From: Director, FBI (29-85152)

[REDACTED] AND OTHERS, BANK FRAUD AND EMBEZZLEMENT,
 INTERSTATE TRANSPORTATION OF STOLEN PROPERTY

b6
b7C

New York ReNYtel to the Director, 1/17/80, and Butelcal to
 1/24/80.

Approval was obtained on 1/22/80 from [REDACTED]

[REDACTED] for the use of
 a body recorder and/or transmitter [REDACTED]

[REDACTED] for a period of [REDACTED] beginning [REDACTED]

Insure Bureau equipment is afforded appropriate
 security and keep Bureau advised of pertinent developments.

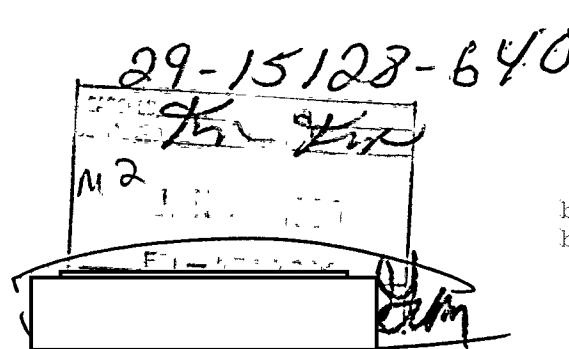
You are requested to submit a letter at the
 completion of [REDACTED] authorizing use of the
 body recorder and/or transmitter in this matter showing
 whether the body recorder:

b6
b7C
b7D

[REDACTED]

Comment specifically concerning any of the above
 points that are applicable.

*1cc
60. II. 09*

b6
b7C

Airtel to SAC New York
RE: [redacted]

b6
b7C

[redacted]
In the event it will be necessary to renew this
[redacted] request and justification should be
submitted five work days prior to termination of your
present authority.

b7D

In addition, you should insure that all persons
identified as having been monitored, are suitably included
in the field office and FBIHQ ELSUR indices, commensurate
with existing instructions as outlined in Bureau airtels
to all offices dated April 12, 1977, June 8, 1977, and
October 21, 1977, entitled "Microphone and Telephone
Surveillances." Strict administrative controls must be
established to insure these requirements are met.

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Memorandum

TO : SAC, Div II 29-15128

DATE: 1/27/80

FROM : SA [redacted]

M2

SUBJECT: [redacted] et al

b6
b7c

DT&E; OO:NY

For administrative facility it is requested that a sub-file be opened (labelled 29-15128-Sub-B) which will contain all transcripts obtained in this matter.

*APP and
Rec'd on
Tues B file
in this memo
Open
as recommended*

29-15128-641

1/27/80
FBI - NEW YORK
[Redacted]



D-29-15128-SubB

TAP/Hop

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

UNITED STATES GOVERNMENT

Memorandum

CONTROL # NYCM 413

TO : SAC I (ATTN: SUPV., #14)

DATE: 1/29/80

FROM : SA [redacted]

SECTION M-2

SUBJECT: CONSENSUAL MONITORING

b6
b7C

ReBuairtel to all offices, 6/8/77, captioned
"MICROPHONE AND TELEPHONE SURVEILLANCES".

CASE CAPTIONED [redacted]

et al.

NYFILE 29-15128 BUFILE 29-85152 Authority/Date 1/22/80

DESCRIPTION: Stolen Securities Matter

ELSUR CARDS SUBMITTED _____, _____
(Date) (Initials)

ALL OVERHEARS RELATING TO THIS AUTHORITY AND CONSENSUAL
MONITORING MUST BE INDEXED FOR NEW YORK "ELSUR" INDICES.

- 1- New York (66-7968) (Section 14) (Blue)
- ① Case File (Pink)
- 1- J U N E UNIT (Yellow)
- 1- Supervisor or Substantive Desk (Green)
- 1- SAC (White)

JKK:MAR

29-15128-642

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 1 1980	
FBI - NEW YORK	

[Handwritten signatures and initials over the stamp]



FEDERAL BUREAU OF INVESTIGATION

Date of transcription 1/18/80

[redacted] was interviewed at the Federal Bureau of Investigation Office (FBI), New York City, and provided the following information:

[redacted] was shown a photographic spread consisting of the following photographs:

- 1).
- 2).
- 3).
- 4).
- 5).
- 6).
- 7).
- 8).
- 9).

b6
b7C

All identifying information on these photographs was covered and the photographs were numbered with numbers one through eleven.

[redacted] advised that she did not recognize any of the individuals in photographs one through eleven, however, stated that she did not see the individuals who came to her apartment at [redacted] in the Fall of 1977 and stated that these individuals dealt with [redacted] at that time.

Investigation on 1/4/80 at New York, New York File # NY 29-15728-643

SA's [redacted] and [redacted] cas Date dictated 1/11/80

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 1/18/80

[redacted]
was interviewed at the Federal Bureau of Investigation Office (FBI) New York City and provided the following information:

[redacted] was shown a photographic spread consisting of the following photographs:

- 1).
- 2).
- 3).
- 4).
- 5).
- 6).
- 7).
- 8).
- 9).
- 10).
- 11).

b6
b7c

All identifying information on these photographs was covered and the photographs were numbered with numbers one through eleven.

[redacted] advised that photograph number three and photograph number nine appeared to be two individuals who came to his house in the Fall of 1977, when he was living at [redacted]

[redacted] stated that these two individuals were in the company of [redacted] advised that the individual in photograph number three, sat in the car while [redacted] and the individual in photograph number nine came up to talk to him at his apartment.

Investigation on 1/4/80 at New York, New York File # NY 29-15128-644
by SA's [redacted] and [redacted] cas 1/11/80

29-15128-644

Time Time

Lam

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 12/19/79

On December 13, 1979, Special Agents (SAs) [redacted] and [redacted] Federal Bureau of Investigation (FBI), New York Office, initiated a physical surveillance on the southwest corner of Canal and Mott Streets, New York (NY), NY, with the following results.

<u>Time</u>	<u>Observation</u>	b6 b7C
1:19 PM	Physical surveillance initiated.	
1:26 PM	[redacted] bearing New Jersey license [redacted] pulls up to the curb at the southwest corner of Canal and Mott Streets.	
1:33 PM	[redacted] carrying a shopping bag in his left hand observed entering the front passenger side of [redacted] bearing New Jersey license [redacted]	
1:34 PM	[redacted] bearing New Jersey license [redacted] departs and proceeds east on Canal Street crossing Mott Street.	
1:35 PM	Surveillance temporarily discontinued.	
1:51 PM	[redacted] bearing New Jersey license [redacted] observed in the parking lot of the Path Terminal Hoboken, NJ.	
1:54 PM	Physical surveillance discontinued.	

Investigation on 12/13/79 at New York, New York File # NY 29-15128-645

by SAS [redacted] and RJR/cal Date dictated 12/13/79

FBI

TRANSMIT VIA:

- Teletype
 Facsimile
 Airtel

- Immediate
 Priority
 Routine

- CLASSIFICATION:
 TOP SECRET
 SECRET
 CONFIDENTIAL
 E F T O
 CLEAR

Date 1/21/80b6
b7c

TO: SAC, NEW YORK (29-15128)(M02)

FROM: SAC, WFO (29-RC) (RUC)(CA-1)

SUBJECT: ET AL; EF &E; ITSP (A)
OO:NEW YORK

Re New York teletype dated 12/31/79.

Enclosed herewith for New York is one microfilm copy of a passport application bearing the name

Since original passport application was not available no photograph could be taken.

SC obtained the microfilm copy on 1/17/80 from Passport Services, Department of State, Washington, D.C.On the same date no record could be located in the passport files concerning or

② - New York (Encl.)
 1 - WFO
 SLD:sld
 (3)

29-15128-647

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 24 1980	
FBI-NEW YORK	

Approved: M/J/dTransmitted CJS Per _____

(Number)

(Time)

SAC (87-82402)

1/31/80

SA [redacted] (M-1)

[redacted]
ITSP (D)
(OO:NY)

b6
b7C

On 1/22/80, captioned subject called writer and advised him as follows.

He has been contacted by two brothers who he only knows by their last name. Their last name is [redacted]. They are allegedly Greek and were convicted in the Eastern District of New York for heroin. He does not know their first names.

They are aware of [redacted]

[redacted] They are also saying

that [redacted]

b6
b7C
b7D
b7E

[redacted] No further information available at this time.

① 29-15128

GMP:kvk

KVK ((2)1)
(2)

29-15128-64B
for KVK

b6
b7C

DEPT OF JUSTICE

DOJ - FBI

DE MM

TO 341 ZFEJGJ

FM MIAMI (67-3553) P

TO NEW YORK (67-8071D) CM-10 ROUTINE

BT

UCLAS

MAX E. BUSSARD, AKA - FUGITIVE; MICHAEL RAYMOND, AKA, ROBERT;
ROBERT DELL, AKA; ITSP (D); BF&E; (OO: MIAMI).

RE NEW YORK TELETYPE TO MIAMI, OCTOBER 5, 1979.

FOR INFORMATION NEW YORK, SUBJECT BUSSARD WAS A FORMER
BUSINESS ASSOCIATE OF MICHAEL RAYMOND, AKA MICHAEL BURNETT,
RECENTLY BELIEVED INCARCERATED AT NASSAU CORRECTIONAL FACILITY,
NASSAU COUNTY.

BUSSARD HAS DISAPPEARED AND RAYMOND IS THE PRIME SUSPECT IN
HIS DISAPPEARANCE.

NEW YORK INTERVIEW RAYMOND FOR ANY KNOWLEDGE HE MAY HAVE
REGARDING BUSSARD'S DISAPPEARANCE. IT IS ANTICIPATED HE WILL DENY
HAVING ANYTHING TO DO WITH THE DISAPPEARANCE, HOPEFULLY, HE WILL
THEN VOLUNTEER FOR A POLYGRAPH EXAMINATION IN THAT REGARD.

BT

b6
b7C

29-111-1-689

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 4 1980	
FBI-BOSTON	

FEDERAL BUREAU OF INVESTIGATION

2/10/80

Date of transcription

[redacted] telephone number [redacted] was served with a Federal Grand Jury (FGJ) subpoena by Special Agent (SA) [redacted] at 9:30 AM, on February 10, 1980.

b3 FGJ
b6
b7C

[redacted] stated that he did not want to answer any questions at this time without obtaining an attorney, however, [redacted] did provide the following information:

[redacted] stated that [redacted]

SA [redacted] observed [redacted]

Investigation on 2/10/80 at [redacted] NR 29-15128-

651

on SA [redacted] ljk Date dictated 2/10/80

SAC DIVISION II (29-15128)

9/24/79

SA [redacted] (M-2)

b6
b7C

[redacted]
ET AL
BF& E; ITSP (A)

On [redacted] met with [redacted]
[redacted] delivered to [redacted] the sum of [redacted]
previously furnished to [redacted] by the NYO for the [redacted] in
stolen paper discussed in re tel. Thereafter, [redacted] advised
[redacted] that [redacted] currently had at his disposal
approximately three to five million dollars worth of stolen
securities [redacted] described these securities to [redacted] as
"ice cold"

[redacted]
[redacted] told [redacted] that he wanted [redacted] to
determine how many points [redacted] should charge [redacted] on
each package

b6
b7C
b7D

[redacted] told [redacted] that the number of points to be
charged would depend upon whether or not the securities are,
in fact, "ice cold."

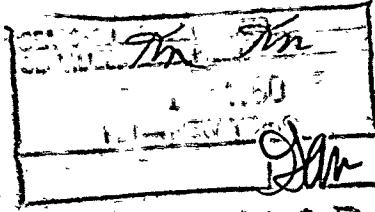
[redacted] THEN told [redacted] that [redacted] should
obtain [redacted] stated that the [redacted] would
go to [redacted] and would serve as both a "Good Faith"
down payment on the first package as well as a nominal payment
for one original certificate. [redacted] advised that
would then furnish this original certificate to [redacted] to be
verified as being "cold."

The sum of [redacted] drawn in advance as emergency funds
is currently outstanding in the hands of case agent. It is
requested that an add'l [redacted] be authorized to be withdrawn from
FSA to be paid to [redacted] in order to obtain the original certificate.

b7E

On 9/24/79 FSA unit advised that the current balance
[redacted] is [redacted]

GMSkam
(3)



29-15128-652

FSA BLUE SLIP

I

request \$ [redacted] for payment to amount

in connection with investigation entitled

et al

Authority: Butler 8/23/79

Payments made by other office(s):

 Yes No

(If "Yes" list office(s) under details)

b6
b7C
b7D

Period Covered: [redacted]

Services: [redacted]

Expenses: [redacted]

Total: [redacted]

Details: Funds to be utilized for the following:
dual purpose:

Reviewed: [redacted]

Check Number: 4166

Check Dated: 11/1/79

OK [Signature] ASAC-2
(Supervisor)

On [redacted]

I received from Field Support Account

\$ [redacted] /date [redacted] for expenditure(s) in connection with the above matter.
amount

Signed:

(Special Agent)

Category: A

Item Number: 8

Investigative Program: WCC

b6
b7C

Voucher Dated: 11/20/79

I hereby certify that the above represents a proper and approved expenditure and that funds were expended on 9/25/79 per attached receipt(s) or certificate(s).
dateApproved Disapproved

29-15128-653 (Title)

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date 2/8/80

35

FM NEW YORK (29-15128) (P) (M-2)

TO [REDACTED] PRIORITY

CHICAGO (183-854 SUB J) PRIORITY

BT

UNCLAS

JOHN PHILIP CERONE, AKA JACK CERONE; RICO; OO: CHICAGO.

[REDACTED] ET AL; BF&E; ITSP (A): OO: NEW YORK.

b6
b7C

RE NEW YORK TELETYPE TO CHICAGO, DATED JANUARY 11, 1980, AND
 CHICAGO TELETYPE TO BUREAU, DATED FEBRUARY 6, 1980.

WITH REGARDS TO REFERENCED CHICAGO TELETYPE TO BUREAU, NEW YORK
 FURNISHES THE FOLLOWING FACTS:

1) IN FEBRUARY, 1979, SUBJECT MICHAEL BURNETT WAS ARRESTED
 BY FBI, NEW YORK, AND CHARGED WITH AIDING AND ABETTING FRAUD BY
 WIRE. THIS CHARGE WAS DIRECTLY RELATED TO BURNETT'S ACTIVITIES WITH
 [REDACTED]

2) SUBSEQUENT TO HIS ARREST, BAIL WAS SET AT \$200,000.00 CASH
 BAIL OR SURETY AND UPON POSTING OF A \$200,000.00 SURETY BOND,

(1) - NEW YORK
 1 - SUPV. M-2
 1 - PROGRAM MANAGER

GAM:cmw

(3)

CRM
M-2Approved: ✓Transmitted _____
(Number)Per _____
(Signature)HQ-0021
CG-021729-15128-
654
JW/JK2/11/80
FBI

FBI

TRANSMIT VIA:

- Teletype
 Facsimile

PRECEDENCE:

- Immediate
 Priority
 Routine

CLASSIFICATION:

- TOP SECRET
 SECRET
 CONFIDENTIAL
 UNCLAS E F T O
 UNCLAS

Date _____

PAGE TWO UNCLAS

BURNETT WAS RELEASED PENDING TRIAL IN LATE MARCH, 1979, BEFORE JUDGE WEINFELD, USDJ, SDNY.

3) IN LATE MARCH, 1979, ON THE DAY BEFORE HIS TRIAL, BURNETT JUMPED THE \$200,000.00 SURETY BOND AND BECAME A FEDERAL FUGITIVE.

4) IN MAY, 1979, BURNETT WAS RECAPTURED IN THE BAHAMAS AND RETURNED TO NEW YORK TO FACE PROSECUTION.

5) IN JUNE, 1979, BURNETT PLED GUILTY TO THE FOLLOWING OFFENSES:

ONE COUNT FOR AIDING AND ABETTING FRAUD BY WIRE.

ONE COUNT FOR PASSPORT VIOLATION.

ONE COUNT FOR BAIL JUMPING.

6) IN JULY, 1979, JUDGE WEINFELD SENTENCED BURNETT TO TEN YEARS IMPRISONMENT FOR THE ABOVE-LISTED OFFENSES.

7) IN JULY, 1979, BURNETT PLED GUILTY BEFORE JUDGE GRIESA USDJ, SDNY, TO ONE COUNT OF ITSP.

8) IN NOVEMBER, 1979, JUDGE GRIESA SENTENCED BURNETT TO A THREE YEAR CONSECUTIVE SENTENCE FOR THE ABOVE ITSP OFFENSE.

b7D
b7E

Approved: _____ Transmitted _____ Per _____
 (Number) (Time)

FBI

TRANSMIT VIA:

- Teletype
- Facsimile
- _____

PRECEDENCE:

- Immediate
- Priority
- Routine

CLASSIFICATION:

- TOP SECRET
- SECRET
- CONFIDENTIAL
- UNCLAS E F T O
- UNCLAS

Date _____

On card

PAGE FOUR UNCLAS

b7D
b7E

THE ABOVE IS FOR INFORMATION OF THE BUREAU AND CHICAGO.

BT

#

Approved: _____

Transmitted _____
(Number) (Time)

Per _____

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, Div II (29-15128)

DATE:

11/7/79

FROM : SA [redacted]

(M-2)

SUBJECT: [redacted]

et al.

BF+E; ITSP

OO: NY

b6
b7C

b6
b7C
b7D
b7E

On [redacted] a meeting took place at [redacted]
[redacted] NY, NY. Funds expended by
[redacted] during this meeting in the amount of
[redacted] were personally furnished to [redacted] by
[redacted] was unable to obtain
SA [redacted]
a receipt.

On [redacted] a meeting took place at [redacted]
[redacted] NY, NY. In order
to successfully monitor this meeting
[redacted]



[redacted] of the I-4 monitoring device.
Funds were personally expended by SA [redacted]
(See ATTACHED Receipt and Memo.)

b6
b7C

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

CC
3

29-15128-655

On [redacted] a meeting took place
at [redacted] NY, NY.

In order to adequately cover this meeting
SAs [redacted] and [redacted] were required
to dine at the restaurant at a table
in the vicinity of the meeting.

Funds for this dinner were personally
expended by SA [redacted] on his
American Express CARD. (See ATTACHED Receipt.)
for # [redacted]

On 11/7/79 FSA advised that the
Balance in [redacted] re: 29-15128
was [redacted]

It is requested that SA [redacted]
be reimbursed for the funds personally
expended by him re captioned MATTER AS
follows:

[redacted]

Total

\$ [redacted]

FSA BLUE SLIP

I [redacted], request \$ [redacted] for payment to amount

~~Various EST.~~ in connection with investigation entitled

[redacted] et al. BF+E; ITS P 29-15128

Authority: Buairtel 8/23/79

Payments made by other office(s):

Yes No

(If "Yes" list office(s) under details)

Period Covered: / / / /

b6
b7C
b7D
b7E

Services: \$ [redacted]

Expenses: \$ [redacted]

Total: \$ [redacted]

Details: Re: Stolen Securities MATTER

Reviewed:

(Supervisor)

J. W. S. - 2

Check Number: 2616

Check Dated: 4/29/79

On 12/6/79, I received from Field Support Account

date

\$ [redacted] amount for expenditure(s) in connection with the above matter.

Signed:

Category: F

Item Number: 1

Investigative Program: WCC

Voucher Dated: 1/30/80

I hereby certify that the above represents a proper and approved expenditure and that funds were expended on [redacted] date per attached receipt(s) or certificate(s).

b6

b7C

Approved

Disapproved

Signed:

29-15128-656

(Title)

SAC II (29-15128)

10/15/78

SUPV..

ET AL

B.F. & E.

OO: NY

On

the writer and SA

in covered exercises at the

NYC, N.Y. The presence

of agents inside the restaurant was necessary
to provide security and investigative observations
of a meet between subjects in this case and

not only

was a Kappa Body recorder being used.

was able to secure a copy of a stolen

securit.

Due to nature of circumstances a receipt
for expenses by [redacted] was not obtained.
I certify that I paid for these expenses with
my resources.

b6
b7C

b6
b7C
b7D
b7E

b6
b7C
b7E

29-15128-657

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 12 1980	
FBI - NEW YORK	

15/02

FSA BLUE SLIP

I

request \$ [redacted] for payment to

amount

in connection with investigation entitled
[redacted]Authority: B. Airtel 8/27/79

Payments made by other office(s):

 Yes No

(If "Yes" list office(s) under details)

Period Covered: [redacted]

b6
b7C
b7D
b7E

Services: [redacted]

Expenses: [redacted]

Total: [redacted]

Details: [redacted]

Reviewed: _____

(Supervisor)

Check Number: 2423Check Dated: 10/25/79On 10/30/79, I received from Field Support Account
date
\$ [redacted] amount for expenditure(s) in connection with the above matter.

Signed

[redacted]
(Special Agent)
Item Number: 3Category: FInvestigative Program: WCCVoucher Dated: 11/20/79I hereby certify that the above represents a proper and approved expenditure and that funds were
expended on 10/15/79 per attached receipt(s) or certificate(s).
dateb6
b7CApproved Disapproved Jewell
ASAC-2
(Title)

Memorandum

TO : SAC, NY (29-15128)

DATE: 11/16/79

FROM : SA [redacted]

SUBJECT: [redacted]

b6
b7C

et al.

BF+E ; ITSP (A)

OO: NY

During [redacted] several meetings took place at various restaurants in the NY area at which monitored discussions involving sales and purchases of stolen securities occurred.

[redacted]
[redacted]
b7D
b7E

5.

On [redacted] and [redacted] meetings took place at [redacted], NY, NY and [redacted]. In connection with these two meetings funds were expended as follows:

29-15128-
Perry 659

Total : #

JAN 1980

FBI - NEW YORK

cc
3

JAN

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

Inasmuch as funds expended during these meetings totalling [redacted] were furnished by SAC, II for emergency purposes it is requested that this sum be furnished to SA [redacted] (CASE Agent) out of the FSA. SA [redacted] will then reimburse SAC, II for that amount.

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On 11/16/79 FSA advised that the balance in [redacted] was \$ [redacted]

FSA BLUE SLIP

I

request \$ [redacted] for payment to

amount

in connection with investigation entitled

et al.

Authority: Buairtel 8/27/79

Payments made by other office(s):

 Yes No

(If "Yes" list office(s) under details)

Period Covered: _____

b6
b7C
b7E

Services: [redacted]

Expenses: [redacted]

Total: [redacted]

Details: Funds expended in various restaurants at which meetings re: stolen securities deals were arranged.

Reviewed

(Superintendent)

JWD - ASAC

Check Number: 2582

Check Dated: 1/21/79

On _____, I received from Field Support Account _____

\$ _____ for expenditure(s) in connection with the above matter.
amount

Signed:

Category: F

Investigative Program: WCC

Item Number: 6

Voucher Dated: 12/11/79

I hereby certify that the above represents a proper and approved expenditure and that funds were expended on [redacted] per attached receipt(s) or certificate(s).

b6

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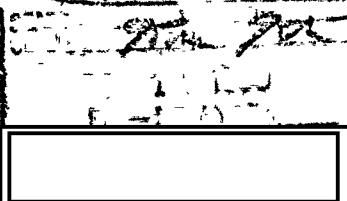
date 29-15128-660

Approved: Disapproved:

Signed:

JWD
ASAC

(Title)



MM0017 0460333Z

PP HQ NY CG DL TP

DE MM

P 450333Z FEB 80

FM MIAMI (87-40011) P

TO DIRECTOR (87-148207) PRIORITY

NEW YORK PRIORITY

CHICAGO PRIORITY

DALLAS PRIORITY

TAMPA PRIORITY

BT

UNCLAS E F T O

ATTENTION: ECONOMICS CRIME SECTION, [REDACTED] ROOM 5158.

ATTENTION: NEW YORK, SA [REDACTED] (M-2).

ATTENTION: CHICAGO, SA [REDACTED]

GOLD CON, FBW (A); RICO (B), OO: MIAMI.

FOR INFORMATION OF RECEIVING OFFICES, GOLD CON HAS BEEN

NEGOTIATING WITH [REDACTED]

[REDACTED] FOR A VARIETY OF

SECURITIES, I.E., STOLEN, FORGED AND/OR COUNTERFEIT, [REDACTED]

ALLEGES TO UCA'S HE HAS ACCESS TO FOUR - FIVE MILLION DOLLARS

b6
b7C

b6
b7C

SA [REDACTED]

Coppyto 104

29-1512-8

661

49
29-1512-8-661

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 14 1980	
FBI - NEW YORK	

661

PAGE TWO MM 87-40011 UNCLAS E F T O

IN COUNTERFEIT AT&T, FOUR MILLION IN WILLAMETTE PULP AND PAPER COMPANY COMMON STOCKS AND UNSPECIFIED AMOUNT OF STOLEN SECURITIES ALLEGEDLY FURNISHED BY HIS CONTACT IN CHICAGO, AN UNNAMED ATTORNEY.

RECEIVING OFFICES REQUESTED TO ADVISE MIAMI, IF KNOWN, WHERE [] IS OBTAINING COUNTERFEIT AT&T STOCKS. [] CLAIMS AT&T'S COMING FROM ASSOCIATE IN NEW YORK WHO WAS IN EUROPE LAST WEEK. [] PREVIOUSLY LIED TO UCA'S AND PROBABLY IS LYING NOW, HOWEVER, [] IN DEALING WITH UCA'S CLAIMS COUNTERFEIT AVAILABLE TO UCA'S THIS COMING TUESDAY IN ORLANDO, FLORIDA.

b6
b7c

[] CLAIMS SELLER OF AT&T COMING FROM NEW YORK TO ORLANDO BUT SELLER REFUSES TO TRAVEL TO MIAMI. [] HIMSELF WILL HANDLE SELL STARTING IN ORLANDO AND HOPEFULLY CONCLUDING IN MIAMI.

MIAMI ATTEMPTING TO DETERMINE INTERSTATE ORIGIN OF SECURITIES. RECEIVING OFFICES SHOULD NOT DISCLOSE ABOVE INFORMATION OUTSIDE OF BUREAU ESPECIALLY TO [] RECEIVING OFFICES REQUESTED TO DISCREETLY DETERMINE IF [] IN TOUCH WITH SUBJECTS IN RECEIVING OFFICES RESPECTIVE AREAS. EXPEDITE ANY POSITIVE INFORMATION TO MIAMI AS UCA'S IN DAILY TELEPHONIC CONTACT WITH []

Copy to []

51



197
29-15128
D.C. Pa

PAGE THREE MM 87-40011 UNCLAS E F T O

TAMPA, AT ORLANDO, IS REQUESTED TO MAKE ARRANGEMENTS TO FURNISH DISCREET SURVEILLANCE FOR UCA'S AT ORLANDO AIRPORT TUESDAY, FEBRUARY 19, 1980, IF SALE NEGOTIATIONS CONTINUE ON TRACK. ADDITIONAL INFORMATION WILL BE FORTHCOMING REGARDING SPECIFICS FOR ORLANDO.

ET

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b7C

C-AFF-804



29 1512 8

MMQ 013 0540440Z

PP HQ CG NY DL TP

DE MM

P 530440Z FEB 80

FM MIAMI (87-40011) (SUB J) (P)

TO DIRECTOR (87-148207) PRIORITY

CHICAGO PRIORITY

NEW YORK PRIORITY

DALLAS PRIORITY

TAMPA PRIORITY

BT

UNCLAS

ATTENTION: BUREAU - FINANCIAL CRIME SECTION, SA [redacted]

ORGANIZED CRIME SECTION, SA MERRILL PARKS.

ATTENTION: CHICAGO - [redacted]

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b7C

GOLDCON; FBW (A); RICO (D); OO: MIAMI.

RE MIAMI TELETYPE FEBRUARY 22, 1980.

[redacted]
[redacted] APPEARED WITH COUNSEL [redacted]

BEFORE FEDERAL MAGISTRATE CHARLENE SORRENTINO, SOUTHERN DISTRICT
OF FLORIDA (SDF), MIAMI, [redacted] WHERE \$25,000 SURETY

196-560 Sub-W1 - M1
87-0-69 - NR5

29-15128-662

SEARCHED	INDEXED
SERIALIZED	FILED
M1	
FEB 22 1980	
NR5	

mof

PAGE TWO MM (87-40011) (SUB J) UNCLAS

BOND SET FOR SUBJECT AND PRELIMINARY HEARING SCHEDULED [REDACTED]

[REDACTED] REMANDED CUSTODY UNITED STATES MARSHAL AND

A BOND REDUCTION HEARING HAS BEEN SCHEDULED FOR 10:00 A.M.,

[REDACTED]
[REDACTED] HAD A FULLY LOADED .22 CALIBER PISTOL IN HIS
BAGGAGE AT THE TIME OF HIS ARREST. ADDITIONAL CHARGES BEING
CONSIDERED.

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b7C

DURING UNDERCOVER NEGOTIATIONS [REDACTED] AGREED TO SELL
ADDITIONAL 500 STOCKS OR 50,000 SHARES OF A. T. AND T TO UCAS ON

[REDACTED] HOWEVER, AFTER ARREST [REDACTED] CLAIMS
ALL STORIES OF ADDITIONAL COUNTERFEIT, STOLEN BEARER BONDS
(SPECIFICALLY MENTIONED WERE NEW YORK MUNICIPALS, NOT MORE FULLY
IDENTIFIED) WERE JUST STORIES TO IMPRESS DURING NEGOTIATIONS
AND IN FACT HE DOES NOT HAVE ACCESS TO ANY ADDITIONAL SECURITIES.
DURING THE NEGOTIATIONS THOSE, HE CLAIMED SECURITIES WERE COMING
FROM CHICAGO AND NEW YORK INCLUDING FROM SOME OF RAYMOND'S
CONTACTS.

AFTER ARREST [REDACTED] ADVISED MICHAEL RAYMOND CAUSED THE
MAILING OF A PACKAGE OF COUNTERFEIT A. T. AND T COMMON STOCKS
ADDRESSED TO [REDACTED] DURING [REDACTED]

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PAGE THREE MM (87-40011) (SUB J) UNCLAS

ADVISED HE COULD NOT REMEMBER THERE STOCKS WERE MAILED FROM
AND HE CLAIMS NO ONE HAS CONTACTED HIM CONCERNING THESE STOCKS.
HE CLAIMS THAT HE DECIDED TO NEGOTIATED THEIR SALE SINCE RAYMOND
WAS INCARCERATED AND THE STOCKS WERE JUST LAYING AROUND.

[REDACTED] CLAIMS HE TRAVELED FROM DALLAS, TEXAS, ON [REDACTED]
[REDACTED] AT 6:30 P.M., TO ARRIVE ORLANDO, FLORIDA, 9:20 P.M.
POSSIBLY TRAVELED ON BRANIFF INTERNATIONAL WITH TICKET PURCHASE
BY CREDIT CARD ISSUED BY FORT WORTH NATIONAL BANK [REDACTED] NUMBER

b6
b7C
b7D

[REDACTED]
FOR ADDITIONAL INFORMATION OF DALLAS, [REDACTED] CLAIMS HE
LAS INTRODUCED TO RAYMOND THROUGH [REDACTED] A SCAMER
FROM THE NORTHEAST, WHO HAS SET UP SHOP IN THE GREATER DALLAS
AREA.

DALLAS AT DALLAS, TEXAS, (1) ATTEMPT TO VERIFY FLIGHT TAKEN
BY [REDACTED] AND ADVISE MIAMI EXPEDITIOUSLY SO SUBPOENA MAY BE
SERVED TO CARRIER TO SHOW INTERSTATE TRAVEL ON OR ABOUT
[REDACTED] (2) CONTACT LOGICAL SOURCES KNOWLEDGEABLE
OF [REDACTED] FOR ADDITIONAL LEADS CONCERNING ORIGIN OF A. T. AND
T. KEEPING IN MIND THAT [REDACTED] PROBABLY HAS ACCESS TO A MINIMUM
OF 2.5 MILLION ADDITIONAL A. T. AND T'S.

PAGE FOUR MM (87-40011) (SUB J) UNCLAS

TAMPA AT ORLANDO, FLORIDA, (1) ATTEMPT TO DETERMINE WHERE

b6
b7C
b7D

[REDACTED] STAYED WHILE IN ORLANDO DURING PERIOD [REDACTED]

[REDACTED] A YMCA RECEIPT NUMBER 11613 REFLECTS HE PLAYED

AT THE CENTRAL NMCA ON [REDACTED] POSSIBILITY EXIST

HE LEFT CONTACT TELEPHONE NUMBER IN ORLANDO OR MAYBE INDICATED
WHERE HE WAS STAYING. (2) UCA HAD TELEPHONIC CONTACT WITH [REDACTED]

ON [REDACTED] DURING LATE AFTERNOON HOURS AT THE

SHERATON COFFEE SHOP. POSSIBILITY EXIST HE RENTED ROOM AT

SHERATON. [REDACTED] CLAIMED HE RENTED VEHICLE WHILE IN ORLANDO,

POSSIBLY FROM AIRPORT AREA. MIAMI WILL SUBPOENA RECORDS IF

LOCATED AND IF SUBPOENAS REQUIRED.

NEW YORK AT NEW YORK CITY, CONSIDER FEASIBILITY OF INTERVIEWING [REDACTED]

KEEPING IN MIND THAT [REDACTED] ATTEMPTED TO UCAS, IBM, GM AND A. T.
AND T COUNTERFEITS IN [REDACTED] AND FOR REASONS KNOWN ONLY
TO [REDACTED] HE CHANGED HIS MIND. ATTEMPT TO DETERMINE IF THESE

A. T. AND TS CAME FROM [REDACTED]

ATTEMPT TO DETERMINE LOCATION OF OUTSTANDING COUNTERFEIT.

[REDACTED]
[REDACTED]
b7D
b7E



UNIT STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

In Reply, Please Refer to
File No.26 Federal Plaza
New York, New York 10007

NY -32

b6
b7C

SA

NY 29-15128

(M-22)

February 15, 1980

Honorable Robert Mc Guire
Police Commissioner
New York City Police Department
1 Police Plaza
New York, New York 10038

My Dear Commissioner:

It is requested that this office be furnished the criminal record of: (last name followed by given name and middle).

Name: [redacted]

Also Known As:

Address: [redacted]

Race: white

Sex: male

Date of Birth: [redacted]

Birthplace: [redacted]

Height:

Weight:

Hair:

Eyes:

Scars, Tattoos, or marks:

Social Security #: [redacted]

Arrest number or previous arrest: [redacted]

Photograph desired:

desired: all available

NO CRIMINAL RECORD
IN THIS PERSON'S NAME GIVEN
TO THE FEDERAL BUREAU OF INVESTIGATION
SEARCHED BY [initials]
Searched by [initials]

Very truly yours,

29-15128-663

NEIL J. WELCH
Assistant Director in Charge



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

In Reply, Please Refer to
File No.

NY -32

26 Federal Plaza
New York, New York 10007b6
b7C

February 15, 1980

SA [redacted] (M-12)
NY 29-15128

Honorable Robert Mc Guire
Police Commissioner
New York City Police Department
1 Police Plaza
New York, New York 10038

My Dear Commissioner:

It is requested that this office be furnished the criminal record of: (last name followed by given name and middle).

Name: [redacted]

Also Known As:

Address: [redacted]

Race: white

Sex: male

Date of Birth: [redacted]

Birthplace: [redacted]

Height:

Weight:

Hair:

Eyes:

Scars, Tattoos, or marks:

Social Security #: [redacted]

Arrest number or previous arrest: [redacted]

Photograph desired:

DESIRED: ALL AVAILABLE

Very truly yours,

29-15128-664

NEIL J. WELCH
Assistant Director in Charge

FILE CAN NOT
BE LOCATED



* AIRTEL

2/15/80

TO: SAC, MIAMI (87-40383)

FROM: SAC, NEW ROCHELLE (87-81904) (P) (NR-9)

SUBJECT: [REDACTED] aka [REDACTED]

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b7c

[REDACTED]
(OO: NR)

AUSA [REDACTED] SDNY, has requested that a conference be held in Miami during March, 1980, between SA [REDACTED] New Rochelle; SA [REDACTED] NY; SA [REDACTED] Miami; SAs [REDACTED] and [REDACTED] Ft. Lauderdale; AUSAs [REDACTED] Southern District of Florida; [REDACTED] Southern District of Florida; AUSA [REDACTED] SDNY, to discuss one New Rochelle, one NY and three Miami cases involving [REDACTED] and COLOMBO Organized Crime Family member, [REDACTED] The purpose of the conference will be to determine prosecutive and investigative strategy in the above cases.

Above-captioned NR 87-81904, involves the following:

- 6 - Miami (RM)
(2 - 87-82601)
(2 - 29-3909)
- 2 - New York (29-15128)
- 1 - New Rochelle

BSD:ljk
(10)

29-15128-665

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 15 1980	
FBI - NEW ROCHELLE	

NR 87-81904

During June, 1979, captioned subject [REDACTED] pledged the six Massachusetts Housing Bonds as collateral for loans at Bankers Trust, Spring Valley, NY, and [REDACTED] also attempted to sell \$200,000 worth of the same securities at Loch Rhoades Brokerage House, Paramus, NJ. The above securities were stolen and an armed robbery of two messengers employed by Securities Settlement Corporation, NYC, on 5/15/79. [REDACTED] also made a number of false statements on loan application forms he furnished Bankers Trust. SA [REDACTED] is case Agent on the above case.

MN 87-40383, entitled [REDACTED] ITSP (D); OO: MN, involves the following:

On 8/27/79, [REDACTED] was arrested by FBI, Miami at Barnett Bank, Hollywood, Florida, where he attempted to pledge additional Massachusetts Bonds stolen in above NYC robbery. [REDACTED] offered his cooperation for one day, during which time he advised that he received the stolen bonds from [REDACTED] a member of the COLOMBO OC Family, Brooklyn, NY. [REDACTED] allegedly works for SALVATORE JOSEPH MIRABILE, a Capo in the DONANNO OC Family. [REDACTED] is also associated with [REDACTED] subject in the \$5,000,000.00 July, 1978, armed robbery of two Bradford Corporation messengers in NYC. SAs [REDACTED] and [REDACTED] are the case Agents on the above case.

Subsequent Miami investigation disclosed that [REDACTED] had pledged large amounts of stolen securities throughout Florida.

MN 87-82601, entitled [REDACTED] ITSP (D); OO: MN, involved the following:

On 1/7/80, [REDACTED]

[REDACTED] and [REDACTED] [REDACTED] was arrested in Miami during a buy-bust operation in which [REDACTED] had in his possession an excess of \$3,000,000.00 worth of securities stolen in part from NYC. [REDACTED] had made telephone calls to [REDACTED] from Texas prior to his arrest in Florida. SA [REDACTED] is the case Agent on the above case.

NR 87-81904

NY 29-15128, entitled [REDACTED] ET AL; ITSP (D); CO: NY," involves the following:

During October, 1979 [REDACTED] was arrested by FBI, NYC, with two other subjects in possession in excess of \$2,000,000.00 worth of stolen bonds. [REDACTED] is an associate and ex-prisoner of [REDACTED] Staten Island, she is prime subject in the \$5,000,000.00 Bradford armed robbery of July, 1978; the \$2,000,000.00 armed robbery of a Brinks armored car at Chase Manhattan Bank, NYC, during September, 1979, and a \$3,000,000.00 armed robbery of a Wells Fargo armored car in Staten Island, NY, during the Summer of 1979. [REDACTED] appears to be main source of majority of securities stolen in the NYC area and then distributed across the country and throughout the world. [REDACTED] is most likely the source of securities provided by [REDACTED] to [REDACTED].

NR 87-81904, previously cited, also involves the following:

[REDACTED] was employed by Empire National Bank, New City, NY, from [REDACTED] to [REDACTED] as a Loan Officer. After [REDACTED] left Empire National Bank, approximately 18 loans he granted were defaulted upon and investigation disclosed the loans were questionable as lacked sufficient collateral or violated bank rules. In addition, a number of loans were granted to OC figures. Shortly after [REDACTED] left Empire National Bank, counterfeit certified checks stamped with a missing Rockland County National Bank stamp began to appear in NY, Florida and Georgia. Rockland County National Bank was the name of Empire National Bank before it merged with Empire National Bank.

[REDACTED] then became a Loan Officer with a bank in Miami and when he left the bank, a number of defaulted loans were uncovered to an individual with whom [REDACTED] became partners in a business enterprise. This investigation is the subject of Miami, 29-3909, entitled [REDACTED] ET AL; BF & E; CO: MI."

On 2/8/80, AUSA [REDACTED] advised that no prosecutive opinion would be forthcoming regarding above matter until conference is held between all interested AUSAs and SAs, to determine prosecutive strategy.

SA [redacted] is the case Agent on the [redacted] investigation being conducted out of New Rochelle. SA [redacted] had primary investigative responsibility in the NYO concerning stock and bond thefts until June, 1979, and he was the case Agent on the 7/13/78 Bradford robbery, NY 87-81237, entitled [redacted] ET AL; ITSP (D); CO: NY."

SA [redacted] has been assigned to stock and bond thefts in the NYO since June, 1979, and he is the case Agent on previously referenced NY 29-15128, which is the investigation in which [redacted] was arrested with two other subjects in possession of over \$2,000,000.00 of stolen securities. SA [redacted] has had extensive investigation into [redacted] criminal activities and is familiar with current stock and bond thefts in the NYO area.

It is suggested that the above interested AUSAs be advised of AUSA [redacted] request and that they initiate action through the Justice Department for a conference to be held if they concur.

CGO 020 0460625

PP HQ MM NY

DE CG

P 150625Z FEB 86

FM CHICAGO (183-354 SUB J) (P) (SQUAD 2) ✓ 3 ✓

TO DIRECTOR PRIORITY

MIAMI PRIORITY

NEW YORK PRIORITY

BT

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b7C

UNCLAS E F T O

AKA: [redacted] EICO (A),

00: CHICAGO.

RE CHICAGO AIRTEL TO BUREAU DATED JANUARY 25, 1930,

AND MIAMI TEL TO BUREAU, FEBRUARY 12, 1930.

b7D
b7E

AS BUREAU IS AWARE, CHICAGO VIA REFERENCED AIRTEL

SET FORTH

Miami Division via Teletype dated February 12, 1980.

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b7c

PAGE TWO CG 183-854 UNCLAS E F T O

[REDACTED]

IN VIEW OF THE ABOVE, IT IS APPARENT THAT [REDACTED]

[REDACTED]

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BASED ON THE FOREGOING, THE BUREAU IS REQUESTED TO TAKE

NO FURTHER ACTION ON THE CHICAGO REQUEST [REDACTED]

[REDACTED] CHIEF DOUGLAS ROLLER AND DEPUTY CHIEF

[REDACTED] U.S. STRIKE FORCE, CHICAGO, HAVE BEEN

APPRAISED OF THIS INFORMATION [REDACTED]

[REDACTED] MIAMI AT MIAMI. REQUESTED TO PERSUE THIS MATTER DURING

NEXT CONTACT BETWEEN UCSA AND [REDACTED] AND ADVISE NEW YORK

AND CHICAGO OF ANY ADDITIONAL DEVELOPMENTS AND/OR DETAILS

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b7C

PAGE THREE CG 183-854 UNCLAS E F T O

DEVELOPED.

b7D
b7E

NEW YORK AT NEW YORK. REQUESTED TO ENSURE [REDACTED]

IS NOT INFORMED OF THE INFORMATION DEVELOPED VIA MIAMI

UCSA AND/OR [REDACTED]
[REDACTED]

BT

b6
b7C

PAGE TWO MM 87-43011 CLEAR

[REDACTED] SELF-EMPLOYED [REDACTED]

AUSA [REDACTED] SDF, MIAMI AUTHORIZED ARREST OF

[REDACTED] ON 2/21/80. [REDACTED] TO BE INCARCERATED DADE COUNTY

JAIL, MIAMI UNTIL U.S. MAGISTRATE APPEARANCE AM, 2/22/80.

COMPLAINT TO BE FILED CHARGING [REDACTED] WITH VIOLATIONS T-18,
SECTIONS 2314 AND 2315.

FD-515 FOLLOWS

BT

8531438 NY 1

UNITED STATES GOVERNMENT

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Memorandum

TO : ADIC, New York (29-15128) DATE: 2/26/80

FROM : SA [redacted]

SUBJECT: [redacted]

et al.

BF+E; ITSP (A)

OO: NY

b6
b7C

On 2/26/80, USA's office,
SDNY was consulted regarding
disposition of 1971 TAN Pontiac, property
of subject [redacted] currently
maintained in the FBI Garage
at 26 Federal Plaza, confiscated
at date of Ciraolo's arrest, 10/24/79.

AUSA advised that it was
his recommendation this automobile
be maintained as evidence at the

29-15128-668

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 26 1980	
FBI - NEW YORK	

DW



FBI garage until after [redacted]
is sentenced in mid-March, 1980.

Lead

New York
at NY, NY

b6
b7C

Will maintain automobile in question in its current status in the NYO garage until sentencing of subject [redacted]

Subsequent

to [redacted] sentencing, will properly dispose of the vehicle through U.S. Marshalls service, SDNY.